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HEARING SENATE RULES COMMITTEE STATE OF CALIFORNIA

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WEDNESDAY, AUGUST 20, 2003 1:37 P.M.



1		SENATE RULES COMMITTEE
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25	Reported by:	
26		
27	Evelyn J. Mizak	
28	Shorthand Reporter	



APPEARANCES MEMBERS PRESENT SENATOR JOHN BURTON, Chair 3 SENATOR BETTY KARNETTE 4 SENATOR WILLIAM KNIGHT 5 SENATOR GLORIA ROMERO 6 MEMBERS ABSENT 7 SENATOR ROSS JOHNSON, Vice Chair 8 9 STAFF PRESENT 10 GREG SCHMIDT, Executive Officer 11 PAT WEBB, Committee Secretary 12 NETTIE SABELHAUS, Consultant on Governor's Appointments 13 14 SUSIE SWATT, Consultant to SENATOR JOHNSON 15 TIM SHELLEY, Consultant to SENATOR KARNETTE 16 CHRIS BURNS, Consultant to SENATOR KNIGHT 17 CARY RUDMAN, Consultant to SENATOR ROMERO 18 ALSO PRESENT 19 KAREN GETMAN, Member 20 Alcoholic Beverage Control Appeals Board 21 JAMES C. GHIELMETTI, Member 22 California Transportation Commission 23 BOB BALGENORTH State Building Trades 24 SHARON L. LAWIN, Member 25 Board of Prison Terms

MATTHEW R. McKINNON, Deputy Secretary

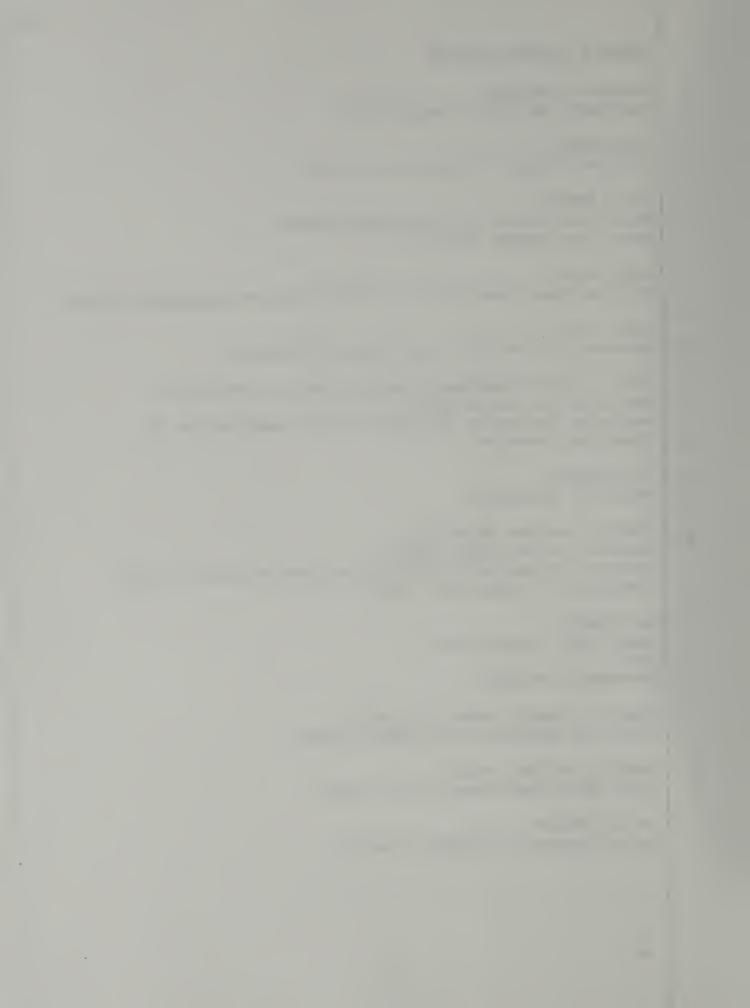
Labor and Workforce Development Agency

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2	VIRGINIA HAMILTON California Workforce Association
4	TOM RANKIN California Labor Federation, AFL-CIO
5 6 7	SCOTT WETCH State Association of Electrical Workers State Pipe Trades Council
8	LEE PEARSON International Association of Machinists and Aerospace Workers
9	BARRY BROAD Teamsters United Food and Commercial Workers
11 12 13	MARVIN KROPKE, Business Manager/Financial Secretary IBW Local 11, Los Angeles Executive Secretary, California State Association of Electrical Workers
14 15	TIM CREMINS Operating Engineers
16 17 18	DOROTHY FORTIER, President Alameda Central Labor Council Secretary-Treasurer, Electrical Workers Minority Caucus Coalition of Labor Union Women
19	ART CARTER State Pipe Trades Council IBW Sheetmetal Workers
21	JOHN K. McNALLY, Deputy Secretary Labor and Workforce Development Agency
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25 26	DAVID BECKMAN Natural Resources Defense Council



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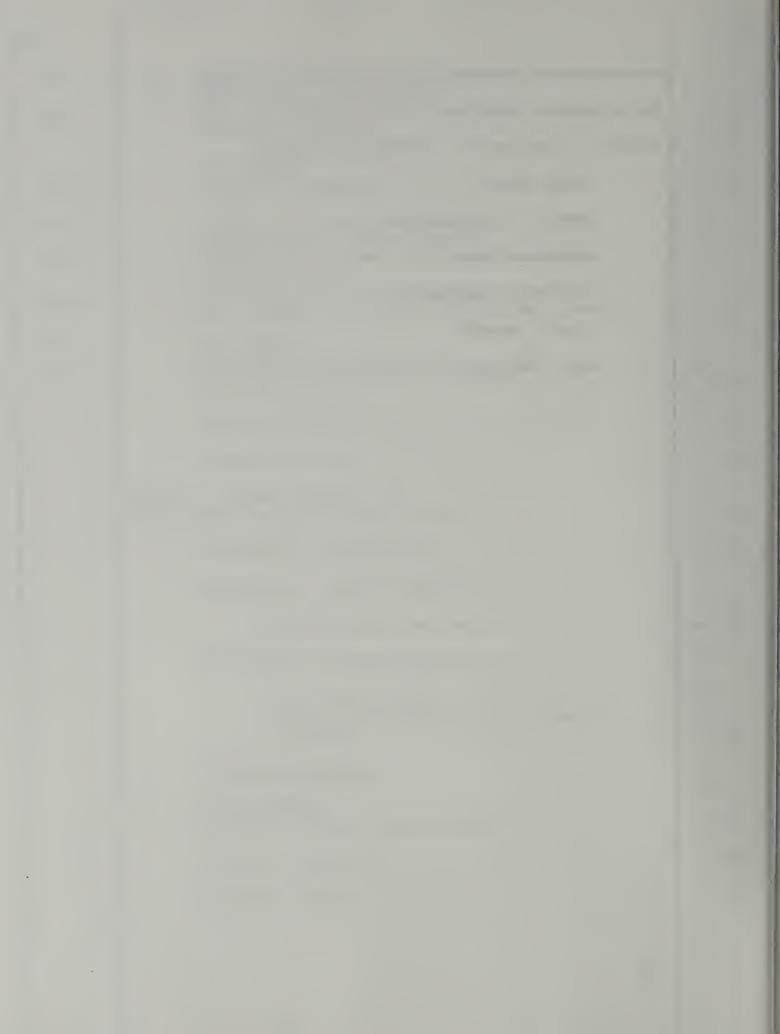
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1 P-R-O-C-E-E-D-I-N-G-S 1 --00000--2 CHAIRMAN BURTON: Governor's appointees appearing 3 today, Karen Getman, ABC Control Appeals Board. 4 MS. GETMAN: Good morning, Senator Burton, 5 6 Senators. CHAIRMAN BURTON: Please talk into the mike. 7 MS. GETMAN: I'm sorry, I didn't know if you 8 wanted a statement from me ahead of time. 9 10 CHAIRMAN BURTON: Yes. 11 MS. GETMAN: Thank you very much for the 12 opportunity to appear here. I am delighted to appear in front 13 of you to try to receive your confirmation as a member of the 14 Alcohol Control Appeals Board. I've been meeting with the Board since May, and I 15 16 would be happy to answer any questions you might have about the 17 Board. I know that there have been some concerns about 18 the amount of time that it is taking for cases to go through the 19 20 appeals process. I've been trying to inquire about that through the staff, and I'd be happy to continue looking into that and 21 see if there are possibilities for us to make that happen any 22 23 quicker. I'm told that they are, in part, tied to the amount 24. of time it takes for us to get a transcript from the

CHAIRMAN BURTON: Who are the other members of the Board?

administrative hearing judges.

25

26

27

28

MS. GETMAN: The other members of the Board

1 are --CHAIRMAN BURTON: A very impressive group. 2 3 [Laughter.] MS. GETMAN: Ted Hunt is our Chairman, and the 4 5 Bishop, as we refer to him, is Lynn Brown is our other member, 6 and I'm the newest member. I'm a little nervous in my first 7 appearance. I apologize. Have they figured out why it 8 CHAIRMAN BURTON: 9 does take so long for the appeals? MS. GETMAN: Here's what I am told. It takes us 10 11 two to three months to get a transcript back from the ALJs. We 12 then allow 30 days for the appellant to give us a brief, 30 days 13 for the Department to give us a brief, and then we set it for 14 hearing within the next 30 days after that. So, that's about a 1.5 six-month time for us to get the case to hearing. CHAIRMAN BURTON: If somebody is cited for a 16 17 violation, so from that time until you make a decision it's 18 about 90 or 120 days, give or take? 19 MS. GETMAN: It can be, because it can take 20 awhile for them to get their hearing. 21 CHAIRMAN BURTON: And in the meantime, do they 22 have their license, or do they lose their license pending the 23 appeal? 24 No, I don't believe they lose their MS. GETMAN: 25 license pending the appeal. CHAIRMAN BURTON: So, they stay in business until 26 the determination? 27 That's my understanding, sir. 28 MS. GETMAN:

CHAIRMAN BURTON: Senator Knight. 1 SENATOR KNIGHT: We spoke this morning. I didn't 2 have any questions, but let me ask about six or seven. 3 MS. GETMAN: Sure. 4 SENATOR KNIGHT: The Appeals Board, you act in a 5 quasi-judicial category? 6 7 MS. GETMAN: We do, yes. 8 SENATOR KNIGHT: And if somebody is having difficulties over a period of time with selling alcohol to 9 minors, what's the Board's position? 10 MS. GETMAN: We actually get quite a few of those 11 12 cases every month. And the penalties range from initially a suspension, or a suspensed operation of the license, or even 13 14 just a fine. By the second time around the penalties get much 15 more severe, and you can lose your license for that. 16 But there's quite an active minor decoy program 17 in operation through the state, and we hear quite a few cases 18 like that every month. 19 SENATOR KNIGHT: Is there a policy on the number 20 of times that they can be cited for that problem? 21 MS. GETMAN: A policy from the Board or from the 22 Department, sir? 23 SENATOR KNIGHT: From your Board's position? 24. MS. GETMAN: From our Board, when we get the case 25 in front of us, it already has had a recommendation from the 26 Department and then a recommendation from the administrative law 27 judge. We review that for an abuse of discretion standard. 28 I'll see that in the cases that I've seen, generally by the

1 second citation somebody loses the license, and we don't see 2 that as an abuse of discretion. SENATOR KNIGHT: Do you have the authority to 3 change the penalties imposed by the administrative law judge? 4 5 MS. GETMAN: We have the ability to remand for reconsideration, but we cannot impose a new penalty ourselves. 6 7 SENATOR KNIGHT: Thank you. CHAIRMAN BURTON: I think, Senator, the 8 9 Department, I think we statutorily give whatever options, and I 10 think it's the Department that determines, like, first offense, 11 second offense, third offense, whether it be suspension or 12 whether they recommend revocation or not. 13 SENATOR KNIGHT: I quess my question deals with, 14 you indicated first offense, second offense, third offense. 15 How many do we go? Why isn't it something cut 16 and dried? You know, we'll give you a chance the first time, 17 but the second time, what's the problem? Your license is gone. CHAIRMAN BURTON: I couldn't tell you. 18 I quess 19 somebody could put in a bill and say, the first time anybody 20 sells booze to a minor they lose their license. SENATOR KNIGHT: I'd give them a second chance, 21 22 but that's all. CHAIRMAN BURTON: Well, somebody could give them 23 24 a second chance. I think that's just the way it is statutorily, 25 26 Senator. Senator Karnette. 27 SENATOR KARNETTE: No questions. 28

1 CHAIRMAN BURTON: Senator Romero. SENATOR ROMERO: Thank you. 2 Let me just ask a question on just sort of what 3 the practice is, because I would imagine a lot of the appeals 4 coming before the Board, of course, have to do with suspensions 5 and penalties with charges of having sold to minors. 6 I can walk into, and I have, and I just sort of 7 nonscientifically observed practices in how vendors will sell to 8 9 minors. And I find very different patterns of behavior. I've seen in some cases where the vendor will 10 say, or the seller at the store will say, "I card everybody up 11 to the age of 35." I've heard that. 12 13 MS. GETMAN: Right. SENATOR ROMERO: I've gone into some stores, and 14 15 I just kind of hang back and watch. And people who I think are 16 under 21, no questions asked. 17 Is there a common practice? Is there something -- we're supposed to card under 21, but sometimes 18 19 there's no carding at all, sometimes it's up to 35. 20 What is the practice, and how are these, perhaps, 21 inconsistencies brought up when people come up before you, 22 arguing for relief at the appeals level? MS. GETMAN: And that's how we see them. We look 23 24 for, I think, there are a series of trainings that the 25 Department does for people who have liquor licenses to tell them 26 what they should be doing. There are also, for instance, 27 machines that can automatically read somebody's identification

on licenses now in the State of California. If somebody's under

the age of 21, that appears in big, red, bold letters. So, the state has done quite a bit to make sure that there is some checking going on, and there is a way to ascertain that.

When we see it is when we get a recommended penalty for somebody who has sold to a minor. And the kinds of things that we look at generally speaking are whether they have followed all of those procedures. Do they have a policy in place of carding everybody under a certain age, and what is that policy? Is it in writing? How do they train their employees? Are they consistent in their training of employees? Is this an ongoing problem, or is this a rogue employee who did it one time? What were the circumstances under which it was done?

We look at all of those factors in ascertaining whether the penalty was an abuse of discretion.

SENATOR ROMERO: In the training, if for example, I'm coming in to buy liquor and I don't have a driver's license, I don't drive, or because of my status the state denies me a driver's license, what do I show? What is asked for me in order to purchase alcohol?

MS. GETMAN: If you are -- I think it depends on your appearance. If you appear to be, for instance, under the age of 30, I would think that the smart retailor is going to ask you for some sort of identification. If it's not a state-issued identification, that's not going to be a defense in a licensing hearing. So one of the things you look for is whether it's a state-issued identification. You can, for instance, get a state identification card.

SENATOR ROMERO: Thank you.

1	CHAIRMAN BURTON: I think the issue is that the
2	establishment decides they card everybody under the age of 70
3	because then they can say when they get busted for selling to a
4	minor, "We have a policy of asking anybody that walks into the
5	place for an ID," so it slipped in as opposed to somebody that
6	it would be on record that they never ID'd anybody.
7	Witnesses in support?
8	SENATOR KNIGHT: So I won't have to be carded any
9	more.
10	[Laughter.]
11	CHAIRMAN BURTON: No, you're over 70.
12	Witnesses in opposition?
13	Hearing none, move the nomination.
14	SECRETARY WEBB: Senator Karnette.
15	SENATOR KARNETTE: Aye.
16	SECRETARY WEBB: Karnette Aye. Senator Knight.
17	SENATOR KNIGHT: Aye.
18	SECRETARY WEBB: Knight Aye. Senator Romero.
19	SENATOR ROMERO: Aye.
20	SECRETARY WEBB: Romero Aye. Senator Burton.
21	CHAIRMAN BURTON: Aye.
22	SECRETARY WEBB: Burton Aye. Four to zero.
23	CHAIRMAN BURTON: Congratulations.
24.	MS. GETMAN: Thank you.
25	CHAIRMAN BURTON: Did you have any family with
26	you today?
27	MS. GETMAN: No, and no liquor either.
28	CHAIRMAN BURTON: Jim Ghielmetti, Member,

1	California Transportation Commission.
2	MR. GHIELMETTI: President Pro Tem Burton and
3	Senators, my name's Jim Ghielmetti. It's a pleasure to be
4	before you here today for, hopefully, my confirmation. It was
5	an honor that the Governor appointed me to the California
6	Transportation Commission, and I take the job very seriously.
7	I've submitted to you a statement of goals and
8	answered some questions.
9	CHAIRMAN BURTON: Is there something wrong with
10	that mike?
11	MR. GHIELMETTI: I've submitted a written
12	statement of goals and answered questions that were submitted to
13	me.
14	I don't want to keep anybody from a busy
15	schedule. I'd be happy to answer any questions.
16	CHAIRMAN BURTON: Senator Knight.
17	SENATOR KNIGHT: Just one.
18	MR. GHIELMETTI: All right.
19	SENATOR KNIGHT: You're very much aware of
20	Highway 138, I'm sure.
21	[Laughter.]
22	MR. GHIELMETTI: Yes, I am.
23	SENATOR KNIGHT: Okay, thank you.
24	[Laughter.]
25	MR. GHIELMETTI: And we are working on it.
26	CHAIRMAN BURTON: Is he for it or against it?
27	Senator Karnette.
28	SENATOR KARNETTE: We talked earlier. I got all

1	my questions answered.	
2	CHAIRMAN BURTON: Senator Romero.	
3	SENATOR ROMERO: No questions.	
4	CHAIRMAN BURTON: Any witnesses in support,	
5	briefly.	
6	MR. BALGENORTH: State Building Trades supports	s.
7	Bob Balgenorth, State Building Trades, supporting Jim	
8	Ghielmetti.	
9	CHAIRMAN BURTON: Other witnesses in support?	
10	Witnesses in opposition?	
11	Hearing none, move the nomination.	
12	SECRETARY WEBB: Senator Karnette.	
13	SENATOR KARNETTE: Aye.	
14	SECRETARY WEBB: Karnette Aye. Senator Knight	•
15	SENATOR KNIGHT: Aye.	
16	SECRETARY WEBB: Knight Aye. Senator Romero.	
17	SENATOR ROMERO: Aye.	
18	SECRETARY WEBB: Romero Aye. Senator Burton.	
19	CHAIRMAN BURTON: Aye.	
20,	SECRETARY WEBB: Burton Aye. Four to zero.	
21	CHAIRMAN BURTON: Congratulations, Jim.	
22	MR. GHIELMETTI: Thank you.	
23	CHAIRMAN BURTON: Did you have family with you	?
24.	MR. GHIELMETTI: No.	
25	CHAIRMAN BURTON: Sharon Lawin, Board of Prison	a
26	Terms.	
27	MS. LAWIN: Good afternoon, Senators.	
28	As a Commissioner with the Board of Prison Terr	ns,

I have conducted nearly 2,100 parole suitability hearings for life prisoners plus hundreds of other hearings. Those include --

CHAIRMAN BURTON: How many lifers are there?

MS. LAWIN: I don't know today's number.

CHAIRMAN BURTON: Must be a ton if you did 2,000

hearings.

Go ahead.

MS. LAWIN: That includes documentation hearings, the additional hearings that I conduct that give inmates a road map toward a rehabilitative future, hearings that chart their progress, hearings to decide whether or not their dates will be rescinded, as well as hearings for inmates who are considered the most serious of offenders.

In addition, I have considered requests for compassionate release, pardons and clemency, and have responded to appeals. I've also developed a training manual for new commissioners and helped them through their orientation training.

Over the last three-and-one-half years, I've become the commissioner with the most experience dealing with cases of Battered Women Syndrome, and am part of a team that is scheduled to train other BPT employees over the next few months.

While conducting my duties as a commissioner, I am always mindful of the significance of my decisions and rights of all parties involved, including inmates, prosecutors, and crime victims. I take great pride in knowing as much as

possible in advance about each case and in conducting the 1 hearings in a fair and objective manner. That's important when 2 someone's personal liberty and the public safety are hanging in 3 4 the balance. I believe it is this experience, knowledge, and 5 record of dedicated service that led Governor Davis to reappoint 6 me, and I hope those same factors will persuade you to endorse 7 that decision. 8 I appreciate the opportunity to address you, 9 respectfully request your support to serve another term, and I'm 10 prepared to answer any questions that you may have. 11 12 Thank you. 13 CHAIRMAN BURTON: Senator Knight. SENATOR KNIGHT: Thank you. 14 15 At one time I thought that we had talked about providing information on the Friday before the Monday for you to 16 17 evaluate as you come to work, the folders for the parolees. Is that not taking place, or did we dispense with 18 19 that? 20 MS. LAWIN: We did dispense with that. We did 21 try it for a period of time, and it seemed to be --22 SENATOR KNIGHT: Caused you too much work on the 23 weekend? 24 MS. LAWIN: No, it wasn't that. That was not the 25 issue. 26 The issue really is rescheduling and getting the

packets out. It was an expense for CDC; it was an additional

27

28

work duty for CDC.

1 So, it was attempted and has been dispensed with. 2 SENATOR KNIGHT: Did it help you at all in your 3 evaluation or not? MS. LAWIN: Yes, certainly it does. And -- but 4 5 to compensate for that process being eliminated, instead we 6 arrive at the prison early on Monday so that we can prepare the 7 cases for the day. In some circumstances we receive -- still 8 receive those packets in advance. 9 SENATOR KNIGHT: Thank you. 10 MS. LAWIN: You're welcome. 11 CHAIRMAN BURTON: Senator Karnette. 12 SENATOR KARNETTE: There was a question. Do you 13 use alternative aids, such as video conferencing, to reduce the 14 need to travel, and is that a good idea? It comes up in courts 15 as well, and I was wondering how you feel about that? 16 MS. LAWIN: Video conferencing is being used very 17 frequently. Not all of the prisons are set up to allow for that 18 process to happen, but where it is set up, we do utilize it 19 primarily with the victim's next of kin and with the district 20 attorneys, where they can go to a local office and not have to 21 travel to the institution. 22 So, it is a cost saving, a time saving device for 23 those parties involved, and we do use it. It's very 24 effective. 25 SENATOR KARNETTE: And you're using it more than 26 in the past? 27 MS. LAWIN: Yes, we certainly are.

CHAIRMAN BURTON: Senator Romero.

1 SENATOR ROMERO: Hi.

MS. LAWIN: Good afternoon.

SENATOR ROMERO: When you are reviewing a file, and when somebody comes before you to have the case heard, how do you factor in their participation in an educational program and their advancement in an educational program in terms of your determination for release?

MS. LAWIN: It's a very important factor. It is rather amazing to watch the entire change of attitude in an inmate once they have achieved something like their GED or have gone on to attend college courses, completed college courses. It's a very important factor in their rehabilitation.

SENATOR ROMERO: So, you would give a high priority on that?

MS. LAWIN: Yes.

SENATOR ROMERO: I think that that should be a high factor, but how do we then deal with the issue of the waiting list? We don't have sufficient educational programs. In a sense, programs that we should have that I believe probably do contribute to the declined recidivism rate we're not offering.

Is it somehow a system that the inmate is damned if you do and damned if you don't because it's not available?

Are we keeping people in longer and paying for them at one end because we're not putting the resources up front for a program that probably we should be doing?

MS. LAWIN: The Board of Prison Terms does not hold it them against them if there's not a program for them to

1 participate in. SENATOR ROMERO: But yet it's an important factor 2 3 in making your determination. MS. LAWIN: It is an important factor, and I 4 5 think it's important for their progress. But if it's not available to them, and many of the -- there's so many variations 6 7 of what's available to the prisoners of the different 8 institutions that it's not a standard that they are required to 9 meet. They do not have to get their GED to get a parole date. 10 They do not have to complete college courses to get a parole 11 date. 12 It is just one of the many factors that we 13 consider in suitability, and personally, I believe it's an important one. 14 15 SENATOR ROMERO: Do you track the data at all in 16 terms of those who have gone through educational programs? 17 MS. LAWIN: No, I have not. SENATOR ROMERO: Is that something that possibly 18 19 you would consider to be important information? 20 MS. LAWIN: It would be very interesting 21 information. As far as my duties as a commissioner, I don't 22 23 know that it would assist me in performing my function. 24 SENATOR ROMERO: Thank you. 25 MS. LAWIN: You're welcome. 26 CHAIRMAN BURTON: So, if there is no program available for a person to be into, then that doesn't detract 27

from their suitability for parole?

MS. LAWIN: No. Many of the institutions at this 1 point have absolutely nothing to offer the inmates. 2 CHAIRMAN BURTON: I understand that. That's why 3 I was asking the question. 4 And if an individual figures that they don't want 5 to get into a program, that makes them less suitable for parole? 6 MS. LAWIN: I can't say that it makes them less 7 suitable, but it certainly would indicate to me an attitude. 8 I look at inmate and hope that they are a 9 different person from when they came into the institution, that 10 they have learned, and grown. 11 CHAIRMAN BURTON: That's one of the theories of 12 13 sending them there. MS. LAWIN: Obviously, but it is indicative if 14 they are not participating in programs that are offered of 15 someone who isn't interested in learning and growing. 16 17 CHAIRMAN BURTON: And that would make them, like, 18 a greater threat to society? 19 MS. LAWIN: Perhaps. 20 CHAIRMAN BURTON: Or perhaps not? MS. LAWIN: Yes. 21 CHAIRMAN BURTON: I am not now, nor have I ever 22 23 been, a fan of BPT. I think that your reputation as a member is 24 one of the best. 25 What could you recommend that they do to be 26 better prepared for these lifer hearings, because you aren't 27 necessarily dealing with life or death, but you're dealing with 28 whether or not somebody should be suitable to be let out, and it depends on what the Governor's going to do with it.

But they used to send them the packe

But they used to send them the packets that, unless they were speed readers, they never could have been bought up to snuff on it. You always seem to be very well prepared.

What changes in process could be either done by the Board by regulation, or done by us statutorily, to just make them get that information out in time for somebody to be fully aware of the file and make an informed decision, whether it's "yes" or "no," or "we'll look at it later?"

MS. LAWIN: I don't know what you could do in terms of regulating that.

CHAIRMAN BURTON: When you get it, how far in advance do you get them?

MS. LAWIN: It really depends; it is so varied. For instance, the first week of September I'll be working at a facility that's sending me my packets for the first day of work in advance.

It really has to be an individual commissioner's responsibility to be prepared and take whatever measures are necessary. I don't know how you can regulate it, because even if you get the packets to them, it's not going to mandate that they study it.

CHAIRMAN BURTON: I understand that part.

How about the fact that they get the packet in advance? How far in advance do you get the packets?

MS. LAWIN: It can be two weeks in advance; it can be the night before.

CHAIRMAN BURTON: The night before is absolutely 1 2 unsatisfactory. It depends on what, the institution or what? 3 MS. LAWIN: And the individual. 4 5 And Senator Burton, I'm not sure that getting the packets the night before is -- it may be a little misleading to 6 say that because, for instance, on a Monday, we will take our 7 8 packets back to the hotel for Tuesday's hearings, and prepare 9 Monday evening for the cases on Tuesday, and the same on Tuesday 10 night for Wednesday. CHAIRMAN BURTON: I understand. I personally 11 think it's unsatisfactory. 12 13 Nobody can make you study for the test. I mean, we understand that. 14 15 But who prepares the packet for you? MS. LAWIN: The institution staff. 16 17 CHAIRMAN BURTON: The institution staff. 18 So, it would be up to us to tell the wardens the 19 tell the staff that we want this stuff done, that we want it 20 provided to you at an earlier point. 21 Because I know that the DAs get it in advance; 22 the attorneys get it in advance. I doubt if they're getting it 23 just 12 hours or 24 hours. 24 Anyway, we should direct that to the various 25 wardens and ask them how and why? 26 MS. LAWIN: Yes, they are the caretakers of the 27 files. 28 CHAIRMAN BURTON: You have to have the

1	documentation hearings for indeterminate lifers, you know, to
2	let them know, like, if the course is up, they're better off
3	taking it than not.
4	How much of a backlog do you know of cases
5	waiting for the documentation hearings?
6	MS. LAWIN: I don't know what the current status
7	is of the backlog.
8	CHAIRMAN BURTON: What do you think? Big,
9	little, none, what?
10	MS. LAWIN: Big.
11	CHAIRMAN BURTON: Why would that be do you think?
12	MS. LAWIN: Because the focus has been on
13	clearing up the backlog on lifers as well as appeals. And so,
14	there's been less focus on the documentation hearings.
15	CHAIRMAN BURTON: I mean, if you had the
16	documentation hearings and I have a theory about people that
17	are in jail for life, that they probably aren't the sharpest
18	pencils around that basically this would kind of tell them
19	what they ought to do to get their act together to possibly be
20	eligible, right, these things?
21	MS. LAWIN: Yes. And that's why their first
22	documentation hearing after they've been in for three years is
23	very important to give them that road map.
24	CHAIRMAN BURTON: But is there a backlog on that
25	one?
26	MS. LAWIN: I think all of them. Those, and then
27	they're held every three years after that.

CHAIRMAN BURTON: It's too big, too many people

there or something that you're dealing with?

MS. LAWIN: Yes.

of us had, and I think that includes many Republicans as well as Democrats, is on parole revocations for technical violations, so to speak. They cost a ton of money. These people get revoked for maybe hanging out with a guy they grew up with that, you know, was either in the same neighborhood, therefore the same gang. Maybe they tested dirty in a bottle, or whatever.

They go back for like six months, which costs a ton of money, just the six months plus whole process.

Has anybody, or have you just with your expertise both in law enforcement and doing this, given any thought to what we could do in the alternatives for really technical violations?

And the other theory with me is if somebody comes out and commits a crime, they ought to just, you know, be right back in front of a judge and jury and a DA, and sent back again.

But our Corrections Department spends a ton of money on technical parole violations and people going back for basically chump-change time.

Do you have any thoughts on that?

MS. LAWIN: Well, I'm supportive of, perhaps, some of those going into community-based programs rather than being revoked back to the prison system, especially those that are drug-related. I think there are better ways for them to become rehabilitated on the outside.

CHAIRMAN BURTON: How about even the associating

1 with somebody, let's say a gang member, but actually you're associating with somebody that could have been your cousin, or 2 3 somebody you grew up with in the neighborhood. Not that that's right, but it's pretty tough if you're going back home not to 4 bump into some of these people, just purely technical 5 6 violations. 7 It's been our experience that the Board almost goes over backwards to just keep revoking people, and it's 8 9 costing a ton of money, and not doing much of any good anyway. 10 Again, are those procedures that have to be set up by the Legislature, or could the Board of Prison Terms set up 11 a way of dealing so there's even grades of technical violations, 12 13 some of which really the person might/should have to be back, 14 and some that just are just kind of a waste of time and money 15 sending them back? 16 MS. LAWIN: That's really not something that I'm 17 involved in, but I believe that the Board, CDC and YACA are all 18 reviewing that entire process now. 19 CHAIRMAN BURTON: By the time YACA gets finished 20 with reviewing something, all the lifers will be dead and/or out 21 of prison. But you're on the Board, so you could be involved 22 23 in that. 24 MS. LAWIN: As a commissioner, likely not. 25 That's more administrative, essentially. CHAIRMAN BURTON: Yeah, doesn't somebody work for 26

MS. LAWIN: Yes, the entire staff.

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the Board?

CHAIRMAN BURTON: Part of the people in the administration?

I would just suggest that you bring that, you know, with your background, just bring it up for discussion. Maybe they think the way they're doing it's fine, but we are running out of money in the state. We cut fairly dramatically the Corrections budget. It'll be cut probably more. So, they ought to be able to really deal with the bad people and the troublemakers and keep them off the street, and not worry about some of these technical people.

I just think it would behoove all of us if you bring that up for discussion. And if they all say, "Well, we don't really want to deal with that; that's somebody else," then they don't. But I think that that would be a very, very helpful thing.

Everybody believes you've done an excellent job there.

MS. LAWIN: Thank you.

CHAIRMAN BURTON: As I said, I have tremendous concerns with the whole Board, always have, and one time took them right out of the budget because we don't think they get enough preparation on the lifer stuff; we worried about the Battered Women stuff; worried about the supervision of the deputy commissioners; we worry about the parole revocations.

I know you're just a commissioner, but it's a full-time job. I know, because my brother had that for years. It's a full-time salary. You have to travel to places, I know, that you never want to go, like up to Susanville.

1	But it would just seem to me that because of your
2	background, and because I think your knowledge of this stuff,
3	that you can take on additional responsibility and try to get
4	some of your commissioners on the ball and figure out ways to do
5	things, because just we can't we're lucky to afford putting
6	really bad people in prison, and it's really stupid to put
7	people in for six months who got out because they're not even
8	committing a crime. They're just violating some rule. There
9	ought to be alternatives.
10	Do you have any idea of the percentage of people
11	brought up on technical violations that they say, "Aw, give them
12	pass and a warning?"
13	MS. LAWIN: I'm sorry, I do not, but I'll be
14	happy to begin that discussion with the Board.
15	CHAIRMAN BURTON: It'd just be helpful and
16	beneficial to the process.
17	Do you have any family with you here?
18	MS. LAWIN: No, I don't.
19	CHAIRMAN BURTON: Any witnesses in support?
20	Witnesses some opposition?
21	SENATOR ROMERO: Move the nomination.
22	CHAIRMAN BURTON: Moved by Senator Romero, call
23	the roll.
24	SECRETARY WEBB: Senator Karnette.
25	SENATOR KARNETTE: Aye.
26	SECRETARY WEBB: Karnette Aye. Senator Knight.
27	SENATOR KNIGHT: Aye.
28	SECRETARY WEBB: Knight Aye. Senator Romero.

SECRETARY WEBB: Romero Aye. Senator Burton. 2 CHAIRMAN BURTON: Aye. 3 SECRETARY WEBB: Burton Aye. Four to zero. Congratulations. CHAIRMAN BURTON: 5 MS. LAWIN: Thank you. 6 7 CHAIRMAN BURTON: Matt McKinnon. Senator Alarcon. 8 9 SENATOR ALARCON: Thank you, Mr. Chair. If I could be brief, I'd actually like to speak 10 11 on both Mr. McKinnon and McNally. 12 When the Labor and Workforce Development Agency 13 was established, it was done so to ensure that we had the top quality of California's representatives to ensure that our 14 15 workforce was growing, developing, and ensuring that our working families had the best benefits they could be provided, and to 16 ensure also that we are merging our training responsibilities 17 18 within the concept of what is now the Labor and Workforce 19 Development Agency with our educational responsibilities. 20 So, with the nominations of Matt McKinnon and Jack McNally, I can think of two no better qualified people. 21 22 These are long time champions, 30 years each in fighting for working families throughout the State of California. 23 24 So, I just wanted to endorse their nomination, to 25 reiterate that, in fact, our Labor and Workforce Development 26 Agency does need to take on this whole notion of developing our 27 workforce, particularly during these economic times. We have to ensure that the workforce, as we look forward, is the most 28

SENATOR ROMERO:

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Aye.

capable and qualified to address the needs in the workplace of the future.

So, I just wanted to commend both Matt McKinnon and Jack McNally for their life-long work, but also to encourage you to support their nomination.

Thank you.

CHAIRMAN BURTON: Thank you, Senator.

Matt.

MR. McKINNON: Senator Burton, thank you and thank you to the full Committee for having me before you today. It is an honor as a citizen to be in a confirmation proceeding.

The position that I was appointed to by Governor Davis is the Deputy Secretary for Employment and Workforce Development. The primary responsibilities have to do with coordination of the training and workforce development activities within the Agency.

I also eventually will have responsibility for the workers comp, the unemployment system, the disability system. But currently my assignment has focused on workforce development, primarily the Workforce Investment Board, ETP, and the apprenticeship programs within the state.

The initial assignment is to work on coordination within the Agency, within the training programs. And in short order, we're going to be starting to work more and more with the community colleges and the Department of Education on an all-rounded approach to coordinating the various training programs available.

I'm sure you want me to shorten this and make

sure it moves.

I think I bring to the job experience at everything, from the shop floor level to as a union leader at various levels, experience with pretty much every training program that has occurred within the state in the private sector since the mid-'70s. So, that would be SEATA, apprenticeships, ETP, JTPA, the WIA, and the community colleges Ed Net programs.

With that, I'd be happy to answer any questions.

CHAIRMAN BURTON: Senator Knight.

SENATOR KNIGHT: Matt, you've taken on a significant responsibility. When I look at the position background, it talks about,

"... the deputy strategically plans, organizes, facilitates, and provides oversight and direction to the Job Services, Unemployment Insurance, Workforce Development, Apprenticeship Standards, Disability Insurance, and Workers' Compensation programs."

How do you propose to do all of that?

MR. McKINNON: So far, I have really, really good staff. Really good.

It's a big job, and frankly the workers' comp piece is actually being worked by the Acting Secretary. It's big enough --

CHAIRMAN BURTON: Who is the Acting Secretary?

1 MR. McKINNON: His name is Herb Schultz. 2 SENATOR KNIGHT: My question was a little bit 3 facetious, but the next part of it was going to be: 4 you doing in terms of workers' compensation, and you begin to 5 talk about that. But are you coming up with any kinds of reforms 6 7 that will work, in essence? MR. McKINNON: I think that the administration 8 9 and the Acting Secretary could better answer that question, but 10 the approach, as I understand it, is that employers paid a lot 11 into our system, and workers don't receive a great deal. And a 12 very thorough conversation is going on in this House and in the 13 Assembly and with the administration on a number of bills that 14 are in conference to sort of deal with what's in between a high 15 premium for an employer and what are increasingly better 16 benefits for workers, but that have historically been pretty low 17 throughout, if compared to other states. 18 So, I think -- and clearly, there's a whole issue 19 about de-regulation of the industry and what harm that caused. 20 Does that help? 21 SENATOR KNIGHT: Well, you know, as you indicate, 22 the premiums are higher than anyplace else in the country, and 23 the benefits are lower than anyplace else. 24 Are you working to get something to the 25 Legislature or to interface with the conference committees that 26 have been established to work with Workers' Compensation? MR. McKINNON: I'm not directly involved, 27

Senator, but my understanding is that the Agency is doing that

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currently. 1 CHAIRMAN BURTON: Senator Karnette. 2 SENATOR KARNETTE: Matt, I've known you for many 3 years. I notice one of the questions has to do with your 4 ability to oversee, and have a deep knowledge of all these 5 workforce programs. 6 From what I understand, you've been involved in 7 them in many different ways. I've known you a long time. 8 Would you say your past experiences will be a big 9 help here. 10 MR. McKINNON: Yes, yes, I would. 11 12 [Laughter.] SENATOR KARNETTE: I'm doing a leading question 13 14 here. 15 [Laughter.] 16 MR. McKINNON: Senator, it's actually a kick 17 within the Agency, because I've seen some of these programs on 18 the ground rather than from the bureaucracy. SENATOR KARNETTE: That's really what I meant. 19 20 But I know from what union people, you've been on 21 the ground and you've seen these things. It would seem to me 22 you'd be very well informed, and it'd be easier for you than for 23 some of us. 24 MR. McKINNON: I'm not going to argue with you. 25 CHAIRMAN BURTON: Senator Romero. 26 SENATOR ROMERO: Good to see you. 27 MR. McKINNON: Good to see you, too. 28 SENATOR ROMERO: I have just a couple of

questions, if you'd address.

The first one is, we're going to see for many Californians a coming to the end of the five-year period in Welfare to Work. Many of these are women.

If you could, address what you intend to do to help transition many of these Californians who have been in the Welfare to Work Program, and especially in light of the current economic situation, how you might foresee their possibilities and their opportunities for productive employment in our state economy?

Then the second question would be if you could address some of the concerns that many of us have raised with respect to the apprenticeship programs, and how it might be a little bit more diverse in terms of opening up to women and to ethnic minority groups?

So, if you could, address those two questions and your plans as member of this Agency.

MR. McKINNON: With respect to Cal Works coming to an end and not being done, I mean, we're never done in a certain sense. We have had some success, some fair success, probably, compared to history at helping people find employment. And I would anticipate that we would continue to work in the same fashion.

Now, I think it's really fair when we talk this through, the resource questions are incredible. I don't know how well it's known, but the federal funding stream for the Workforce Investment Act has been reduced in half over the last three-four years. So, we are actually facing larger and larger

demands, both due to the economy and due to people using up their benefits, with less resources. We have more to do with less federal funding.

24.

And the federal government has a pot of \$33 billion dollars that employers have paid into that they are not using. They're using it to hide the deficit.

SENATOR ROMERO: You're having to be more aggressive in terms of trying to get that money.

MR. McKINNON: On your second question in terms of apprenticeship diversity, both in terms of women and ethnic diversity, one of the things we've been looking at very hard is using Workforce Investment Act youth money and work with preapprentice ship programs. Oftentimes it's sort of targeting of diverse neighborhoods.

There's some really good work going in some parts of the state where young people are involved in home building or in other forms of construction as a pre-apprenticeship activity, and then move right into the apprenticeship program. There's been a lot of success at that.

And when we look at, you know, building a new university where there's going to be a need for housing or -- I mean, there's all sorts of opportunities that we could try to position to give young people an opportunity to get ready for an apprenticeship and be ready to go in terms of literacy and math skills, that kind of thing.

SENATOR ROMERO: Thank you.

CHAIRMAN BURTON: So, the Acting Director is who?

MR. McKINNON: The Acting Secretary is Herb

1 Schultz. 2 CHAIRMAN BURTON: He was in place of the other 3 Acting Secretary, Steve Schmidt. 4 MR. McKINNON: That's correct. 5 CHAIRMAN BURTON: So, we are going to today 6 confirm two either unders or deputies. 7 MR. McKINNON: We're deputies. 8 CHAIRMAN BURTON: Deputy Unders, and we don't 9 have a full Secretary? 10 MR. McKINNON: I understand the question; that's 11 correct. 12 CHAIRMAN BURTON: Which is not your fault or your 13 problem, which is one of the reasons that, on a very strong 14 bipartisan basis, we put a bill in requiring the executive 15 department to make appointments, full appointments, within 16 within a time certain or lose the ability to do that. 17 What's the background of the new Acting, do you 18 know? 19 MR. McKINNON: He came out of managed care, 20 managed care here in California. Prior to that, the health care 21 legislative in Washington, D.C. 22 CHAIRMAN BURTON: He's absolutely well suited to 23 be Director of Health Services. 24 Did you bring your family with you, Matt? 25 MR. McKINNON: Not today. CHAIRMAN BURTON: Witnesses in sport, briefly. 26 And if you want to both speak for Matt and Jack McNally, you can 27 28 do it. I know Art Carter's waiting to just do McNally.

MS. HAMILTON: Virgina Hamilton, California 1 Workforce Association in support of Matt McKinnon. 2 CHAIRMAN BURTON: Thank you. 3 MR. RANKIN: Tom Rankin, California Labor 4 Federation, in support of both Matt McKinnon and Jack McNally, 5 both of whom have the correct background for these jobs. 6 7 Thank you. MR. BALGENORTH: Bob Balgenorth, State Building 8 9 Trades, sporting both Jack McNally and Matt McKinnon. 10 CHAIRMAN BURTON: Thanks, Bob. MR. WETCH: Scott Wetch, on behalf of the State 11 12 Association of Electrical Workers and the California State Pipe 13 Trades Council in support of both Matt McKinnon and Jack 14 McNally. 15 Thanks. 16 MR. PEARSON: Lee Pearson in support of both 17 Jack and Matt, International Association Machinists and 18 Aerospace Workers. 19 MR. BROAD: Barry Broad on behalf of the 20 Teamsters United Food and Commercial Workers in strong support 21 of Matt McKinnon and Jack McNally. MR. KROPKE: Marvin Kropke, Business 22 23 Manager/Financial Secretary, IBW Local 11 in Los Angeles and 24 Executive Secretary, California State Association of Electrical 25 Workers, urging your strong support of both. 26 Thank you. 27 CHAIRMAN BURTON: Thank you. 28 MR. CREMINS: Tim Cremins, Operating Engineers,

1	in support of both Matt McKinnon and Jack McNally.
2	CHAIRMAN BURTON: Thank you.
3	More support.
4	MS. FORTIER: Dorothy Fortier, President of the
5	Alameda Central Labor Council and also Secretary-Treasurer of
6	the Electrical Workers Minority Caucus, Assistant Business
7	Manager of IBW Local 1245 and National Board Member of Coalition
8	of Labor Union Women, in support of Jack McNally.
9	MR. CARTER: Art Carter in support of both,
10	speaking for the California Pipe Trades Council, the IBW, the
11	Sheetmetal Workers.
12	I've know Jack McKinnon [sic] McNally since
13	1969. He'll do an excellent job.
14	CHAIRMAN BURTON: Which one
15	MR. CARTER: That was a misstatement, and only
16	you would know who that person was.
17	CHAIRMAN BURTON: I don't think either of the
18	people knew who they were.
19	So, you're supporting both Matt McKinnon and Jack
20	McNally.
21	I say this, that your associate did it infinitely
22	better.
23	[Laughter.]
24	CHAIRMAN BURTON: Any witnesses in opposition?
25	I'll move the nomination.
26	SECRETARY WEBB: Senator Karnette.
27	SENATOR KARNETTE: Aye.
28	SECRETARY WEBB: Karnette Aye. Senator Knight.

1 SENATOR KNIGHT: Aye. 2 SECRETARY WEBB: Knight Aye. Senator Romero. SENATOR ROMERO: Aye. SECRETARY WEBB: Romero Aye. Senator Burton. CHAIRMAN BURTON: Aye. 5 SECRETARY WEBB: Burton Aye. Four to zero. 6 7 CHAIRMAN BURTON: Congratulations, Matt. 8 MR. McKINNON: Thank you. 9 CHAIRMAN BURTON: Jack McNally. 10 MR. McNALLY: Good afternoon and thank you. 11 name is Jack McNally. I was appointed as Deputy Secretary with 12 the responsibility for wage enforcement and fair employment 13 practices at the Labor and Workforce Agency almost five months 14 ago. 15 My qualifications for this position that I hold 16 come from my background. I served an apprenticeship and became 17 a journeyman lineman, constructing and maintaining high voltage 18 power lines. After spending ten years in this industry, I 19 became involved in my union and was appointed as a full-time 20 representative for the International Brotherhood of Electrical 21 Workers, Local Union 1245, which is located in Northern 22 California. 23 I have 30 years experience in union work, 24 including 21 years as head of the largest Electrical Workers 25 Local in California. As such, I was periodically involved with 26 the Department of Industrial Relations on such issues as 27 prevailing rates, safety and standards, workers' comp, and other

workplace issues. I have experience in worker representation,

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1 elections, unfair labor practices, and the collective bargaining 2 process. 3 We had collective bargaining agreements with over 4 50 different employers, and developing a cooperative 5 relationship was most important. 6 My background and experience qualifies me for the 7 position I hold, and if given the opportunity, I'm anxious to 8 advance the goals and objectives of the Labor and Workforce 9 Development Agency. 10 Thank you, and I am available for questions. 11 CHAIRMAN BURTON: One question. The public 12 media report increase in fraudulent UI claims that are actually 13 traceable to payroll and personnel record theft from employers. 14 Are you familiar with that type of thing 15 happening? 16 MR. McNALLY: Somewhat familiar, yes. 17 CHAIRMAN BURTON: What would that be? 18 In other words, they go into an employer's, take his records, and then falsify them and go down to the UI office, 19 20 or what? 21 MR. McNALLY: The problem that arises is where 22 the reporting by employers on their employees, the number of 23 employees is not correct, so that the number of employees that 24 actually get reported is different from what the premium that 25 the employer is paying. 26 CHAIRMAN BURTON: What would it be that there's 27 theft of the payroll and personnel records? How would that 28 compute into UI fraud?

1	MR. McNALLY: I'm not familiar with that, for the
2	record.
3	CHAIRMAN BURTON: Neither am I, hence the
4	question.
5	MR. McNALLY: No, I don't understand that.
6	CHAIRMAN BURTON: Neither do I.
7	Nettie, do you know who prepared this question?
8	MS. SABELHAUS: John Dillon.
9	CHAIRMAN BURTON: Maybe he could explain it to
10	us.
11	I mean, I can understand fraud, but I can't
12	understand how people going in and stealing records
13	MR. McNALLY: I'm not familiar with that at all.
14	CHAIRMAN BURTON: Senator Knight.
15	SENATOR KNIGHT: No questions.
16	CHAIRMAN BURTON: Senator Karnette.
17	SENATOR KARNETTE: You answered the question
18	about how prepared you were. That was my question. So, I think
19	you did a good job.
20.	CHAIRMAN BURTON: Senator Romero.
21	SENATOR ROMERO: I have one question.
22	Do you have to be a "Mc" to be appointed?
23	McKinnon and McNally.
24.	[Laughter.]
25	MR. McNALLY: You'll have to ask somebody else
26	besides me.
27	CHAIRMAN BURTON: Anyway, what it is, according
28	to Susie, is that somebody would get the records. It would then

1	have the name, address, Social Security number. Call into EDD,
2	and then say basically, "Don't send the check to 1006 L Street.
3	Send it to my new address."
4	MR. McNALLY: That's ID fraud.
5	CHAIRMAN BURTON: Yeah, it's interesting.
6	Senator Romero.
7	SENATOR ROMERO: I just asked if you had to be a
8	"Mc" to be appointed.
9	CHAIRMAN BURTON: Yes, I would hope that every
10	now and then.
11	[Laughter.]
12	Did you have any family with you, Jack?
13	MR. McNALLY: Yes, I do. I would like to do
14	that.
15	My daughter, Donna Meaker; my granddaughters,
16	Rebecca and Rachel.
17	CHAIRMAN BURTON: Any witnesses in opposition?
18	Hearing none, move the nomination.
19	SECRETARY WEBB: Senator Karnette.
20	SENATOR KARNETTE: Aye.
21	SECRETARY WEBB: Karnette Aye. Senator Knight.
22	SENATOR KNIGHT: Aye.
23	SECRETARY WEBB: Knight Aye. Senator Romero.
24	SENATOR ROMERO: Aye.
25	SECRETARY WEBB: Romero Aye. Senator Burton.
26	CHAIRMAN BURTON: Aye.
27	SECRETARY WEBB: Burton Aye. Four to zero.
28	CHAIRMAN BURTON: Congratulations.

MR. McNALLY: Thank you very much. 1 2 CHAIRMAN BURTON: Thanks, Jack. 3 Nancy Sutley. MS. SUTLEY: Good afternoon, Mr. Chairman, 4 5 Members of the Committee. I'm Nancy Sutley, here as a member of 6 the State Water Resources Control Board. Very pleased to be 7 here. 8 I'm very excited about the appointment to the State Water Board. I have ten years of experience in 9 environmental agencies, both at the federal level and at the 10 11 state level. Spent six years at US EPA in the Clinton administration, and for the last four years have been a Deputy 12 Secretary at the California Environmental Protection Agency. 13 14 The State Water Board deals with an issue very 15 critical to Californians, the quality of our water. There are a 16 lot of challenges, both in our urban areas and our rural areas 17 that we have an opportunity to address, both in the short-term 18 and in the long-term, and I think the Board is very well 19 prepared to do that. 20 I would also want to make as one of my goals 21 trying to make the Board more transparent and open to the 22 public, and to provide additional opportunities through outreach 23 and education to get the public involved in the work of the 24 Board. 25 Thank you for opportunity to appear before you, 26 and I'd be happy to answer any questions. 27 CHAIRMAN BURTON: Senator Knight. 28 SENATOR KNIGHT: No questions.

1 CHAIRMAN BURTON: Senator Karnette. 2 SENATOR KARNETTE: No questions. 3 CHAIRMAN BURTON: Senator Romero. 4 SENATOR ROMERO: You serve as a member of the San 5 Gabriel Conservancy; is that correct? 6 MS. SUTLEY: I was the Cal EPA Secretary's 7 designee on the board for about the first year of its existence. 8 at the time that the board was getting up to speed, and have since then turned it over to somebody at our regional board in 9 10 Los Angeles as they've gotten into more local projects. 11 But I was there at the beginning, and I 12 understand they're doing great work in getting projects 13 identified, and out the door, and funded. 14 SENATOR ROMERO: Excellent. We very much want to 15 see it succeed. A good bulk of it is in my Senate district, and 16 I look forward to whatever participation you can bring to move 17 it forward. 18 Thank you. MS. SUTLEY: 19 CHAIRMAN BURTON: How would the Board, if you 20 would know, propose to deal with the \$14 million reduction for 21 their regulatory programs on keeping water clean? 22 MS. SUTLEY: Well, the Board is looking at a 23 significant number of layoffs. We are looking at reduction in 24 positions, 160. Some of that would be eliminating vacancies, 25 and the rest would be through layoffs. We are trying to prioritize our work, obviously, 26

and also to prioritize or try to take the reductions, taking

into consideration what are the greatest threats to water

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1 quality, and to maintain those programs. Our total Maximum Daily Load Program is a high 2 priority for the Board, and we are trying to maintain as much 3 funding of that as possible. 4 In addition, we were authorized under AB 10X to 5 increase our fees to cover some of the General Fund reduction 6 and also provide for additional money for some monitoring. have held public meetings on that and would have the regulations 8 in place, emergency regulations in place, at the time the bill 9 becomes effective so we that can keep our work going. 10 CHAIRMAN BURTON: Did you have any family with 11 12 you? 13 MS. SUTLEY: I just have some of my colleagues 14 from the Board, Chairman Art Baggett, and some of my colleagues from Cal EPA. 15 16 CHAIRMAN BURTON: Any witnesses in support? 17 MR. BECKMAN: David Beckman, Natural Resources 18 Defense Council in support. 19 CHAIRMAN BURTON: Witnesses in opposition? 20 Move the nomination. 21 SECRETARY WEBB: Senator Karnette. 22 SENATOR KARNETTE: Aye. SECRETARY WEBB: Karnette Aye. Senator Knight. 23 SENATOR KNIGHT: Aye. 24. 25 SECRETARY WEBB: Knight Aye. Senator Romero. SENATOR ROMERO: 26 Aye. 27 SECRETARY WEBB: Romero Aye. Senator Burton. 28 CHAIRMAN BURTON: Aye.

SECRETARY WEBB: Burton Aye. Four to zero.

CHAIRMAN BURTON: Congratulations to you.

MS. SUTLEY: Thank you.

[Thereupon this portion of the Senate Rules Committee hearing was terminated at approximately 2:35 P.M.]

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CERTIFICATE OF SHORTHAND REPORTER

I, EVELYN J. MIZAK, a Shorthand Reporter of the State

24.

That I am a disinterested person herein; that the foregoing transcript of the Senate Rules Committee hearing was reported verbatim in shorthand by me, Evelyn J. Mizak, and

thereafter transcribed into typewriting.

of California, do hereby certify:

I further certify that I am not of counsel or attorney for any of the parties to said hearing, nor in any way interested in the outcome of said hearing.

IN WITNESS WHEREOF, I have hereunto set my hand this day of august, 2003.

EVELYN J. MIZÁK Shorthand Reporter

STATEMENT OF GOALS

of

KAREN GETMAN

Appointee to Alcoholic Beverage Control Appeals Board

My goal for the ABC Appeals Board is to ensure that the Board conforms to its statutory mandate. As a quasi-judicial administrative review board, we play an important role in reviewing decisions by the Department of Alcoholic Beverage Control. We should not rubber-stamp decisions by the Department, and in my short tenure as the only attorney member of the Board, I believe I have helped ensure that the Department's decisions receive a vigorous review. I also am committed – as are my fellow Board members – to ensuring that the individuals whose interests are most directly at stake in licensing and disciplinary matters receive a fair and respectful hearing before the Board.

At the same time, Board members should not substitute their independent judgment for that of the Department on matters such as credibility and penalty, so long as the Department has exercised its discretion within the appropriate statutory bounds. My goal is to maintain the Board's respectful posture toward the Department, without compromising our important role in providing an independent review.

As a former agency official, I am keenly aware of the responsibility Board members have to make sure that the ABC Appeals Board operates in an efficient, economical and fair manner. I am comfortable with the current Board members and staff, and believe we share the same visions for the agency.

I very much appreciate the opportunity to continue serving the citizens of this State.

STATEMENT OF GOALS

Short Term:

I would like to use my business expertise from the past 35 years to make our CEQA process less costly and considerably less time consuming while continuing to safe guard the environment.

Long Term:

Design a method of funding that is predictable and meets the long-term transportation needs of the State.

Determine what happens to the State gas tax if we go to alternative fuels. That may be far in the future, but we should begin wrestling with that problem today.

California Transportation Commission Confirmation Questions

Background

1. What specific experience in your background qualifies you to serve on the California Transportation Commission (CTC)? Please describe any specific work you've performed in the area of transportation planning or financing, including any service on relevant local, state or federal commissions, boards or task forces.

From 1994 to 1997, I served as the Chair of Tri-Valley Business Council Transportation Committee. This Committee addressed such issues as toll roads, Bay Area Rapid Transit (BART) expansion to the Tri-Valley area and obtaining matching federal funds for expansion of Interstates 580 and 680.

In 1997 I was appointed to serve on the Alameda Country Transportation Authority Expenditure Plan Development Committee which was instrumental in the passage of Measure B instituting the one-half cent sales tax.

In 2000 I served on the transportation sub-committee of the Governor's Commission for the 21st Century as well as Senator John Burton's transportation committee.

- 2. What are your top priorities for your tenure on the California Transportation Commission?
 - a. Establish a dedicated long-term revenue stream for transportation so that our capital improvements become predictable.
 - b. Streamline processing of projects less paper and more money available for capital improvements.

Transportation Funding

3. The cash balances in the state highway account (SHA) and the Traffic Congestion Relief Fund (TCFG) are dangerously low. In fact, a recent report by the state auditor expressed concern that projects in both the STIP and the TCRPK have been delayed, further degrading the state's aging infrastructure. Do you have any recommendations on how the state could ensure a more stable source of revenue for transportation purposes?

I would recommend we review how we fund transportation. One way to increase funding is to charge rent or royalties for private enterprise using public right-of-way. An example would be a rent or royalty for fiber optic lines in State right-of-way.

4. What role do you believe local governments can or should play with regard to their financing responsibilities to transportation projects?

Local governments can act as a partner in helping secure funds to match state and federal funds for projects that benefit local concerns.

5. Local sales taxes for transportation are expiring. The Governor's Commission on Building for the 21st Century includes a recommendation to lower the vote threshold for voter approval of local option sales tax from the 2/3 requirement to 55 percent. What are your views on the recommendation?

I was on the Governor's Commission vocally promoting this concept. I would prefer 50% plus one.

Transportation Planning

6. Aside from additional funding, are there other strategies the state should pursue to improve mobility?

We need to study better ways to improve the movement of goods and commerce. The Alameda Corridor project is a move in the right direction. Discussions at the Port of Oakland to move containers by barge to a central distribution point along the Sacramento or San Joaquin Rivers need to be pursued.

7. As one with an extensive background in housing development, could you explain how land-use planning for housing affects the type of transportation infrastructure that gets built? What should be done to improve planning that might result in a more efficient use of the limited dollars available for infrastructure investment?

Unfortunately, our transportation policies follow the "squeaky wheel" syndrome. Instead of acting and planning for growth we react to it. We need to provide incentives to employers to place jobs where we can provide the housing and plan for transportation at the same time. Restrictive local housing policies force people to commute long distances to find acceptable housing to meet their needs. General Plan reform is needed to put teeth in our housing policy.

1. What do you hope to accomplish during your term as a member of the Board of Prison Terms? Please provide a brief statement of your short and long-term goals.

My most immediate goal is to conduct parole suitability hearings as objectively and professionally as possible.

As the BPT Commissioner with the most experience regarding Battered Women's Syndrome, I would like to contribute to expand the training of Commissioners and Deputy Commissioners on this subject. In the long-term, my goals are to develop an alternative process for documentation hearings and broader implementation of the Model Board Report system for parole hearings.

Lifer Parole Questions

1. What is the current backlog of cases awaiting parole consideration hearing?

The current "backlog" of parole consideration hearings, as defined by SB 778, is 705 as of August, 2003. In slightly more than two years since SB 778 was enacted, the BPT has eliminated a backlog of over 1,500 cases. With the use of panels comprised of two commissioners rather than three, the BPT has accelerated the pace of hearings and has, in fact, conducted a record number of hearings for two consecutive years.

In 2002, the BPT conducted 4,826 parole suitability hearings, two and one half times as many as three years ago before SB 778 was enacted. The hearings total for 2001 was 3,638, also a record. So far in 2003, the BPT has conducted approximately 2,500 hearings, even though we have had some resignations among Commissioners and one has, until recently, been on an extended medical leave.

2. Please provide the number of hearings in which you have participated. Please note the number conducted on Fridays.

In the three and one-half years I have been a Commissioner on the Board of Prison Terms, I have been responsible for 2,015 parole suitability hearings. Hearings are scheduled on most Fridays, which I consider a normal work day. In the last year, I believe I have conducted approximately 30 hearings on Friday.

In some instances, parole suitability hearings that were initially scheduled for Friday have been moved up to other days in the week when it has been more convenient and less costly for inmates' attorneys, District Attorneys and prison staff and where all the parties agree to it. My workload on Friday often includes alternative work projects, such as documentation hearings or preparation for recession hearings, which by itself can take up to 8 hours.

3. Please provide the number of times you voted for parole suitability (including en banc hearings) and the number of votes for unsuitability, broken down by 1, 2, 3,4, and 5 year denials.

I have granted parole dates, or reaffirmed existing dates, on 97 occasions. As for denials; I have issued 680 for one year; 675 for two years; 410 for three years; 180 for four years and 70 for five years.

4. What is your view of live video-conferencing in parole consideration hearings? Are there legal or practical obstacles? Do you think it would be useful to allow testimony from victims or districts attorney via video conferencing? Does the BPT and the CDC currently have the technology available to permit such testimony?

I support the use of videoconferencing where it is available. It can be more convenient and less costly for crime victims and Districts Attorney who otherwise must travel to the hearings.

The Board of Prison Terms currently uses videoconferencing where it is available and is working with the California District Attorney's Association and the Department of Corrections to expand its use. A recent meeting to discuss our progress, which itself was conducted via videoconferencing, attracted over 50 participants, some of whom participated from the convenience of their offices in Fresno, San Diego, and Los Angeles.

Since January, 2001, the BPT has conducted 360 hearings by videoconference and that number is increasing as we make wider use of this option. Currently, 16 prisons are capable of conducting hearings by videoconference. In addition, many county District Attorney offices also provide videoconference equipment.

There are some obstacles to wider use of videoconferencing and we are working with the CDC to resolve them where it is possible. The video equipment in some institutions is dedicated to other uses, such as arraignments and immigration hearings. In some instances, the equipment is physically located in a part of the institution that makes it inaccessible for parole hearings. One of the larger obstacles is the fact that not all the institutions have technical staff trained in the use of video equipment to support videoconferencing.

It should be noted that the videoconference equipment is not owned or controlled by the BPT, but is owned and operated by the Department of Corrections, which is responsible for scheduling its use.

5. Are there other issues related to life parole that you care to discuss or share with the committee?

The current process of conducting documentation hearings for lifers could be revised to make more efficient use of the state's resources. Information presented in the inmate's initial documentation hearing, which is conducted three years after incarceration, could be presented in a more cost-effective manner, perhaps by videotape. Subsequent hearings could be eliminated until closer to the inmate's Minimum Eligible Parole Date (MEPD), when the guidance given the inmate would have more practical value.

6. The Rules Committee has been concerned about the amount of time Commissioners have to prepare for parole hearings, including the time to review the inmate's files and board packets. How much time do you have to review materials in advance of life parole hearings? When do you usually prepare? What, if anything, would you do to improve the process so that Commissioners and deputy commissioners are better prepared?

I arrive extra early on Monday mornings at the prison to review files for that day's hearings and I do not start them until I am adequately prepared. Each night for the rest of the week, I spend two to three hours back at the hotel reviewing files for the next days hearings, after conducting hearings all day at the prison. On occasion, when it's logistically possible, I pick up files at the prison in advance to review at home on the weekend.

7. How could the information you receive in Board packets be improved?

The Board of Prison Terms and the Dept. of Corrections has developed a Model Board Packet to insure that they include all of the same information and are uniformly organized to conduct a hearing. The model is being implemented by the prisons, but some are integrating it more slowly than others.

Determinate Term Parole Questions

1. What is your view of whether parolees should be returned to custody for non-violent, non-serious technical violations of conditions of parole? What types of alternatives to return to custody do you believe could reduce recidivism?

I support the use of remedial programs for non-violent parole violators, especially residential or community based programs that treat the inmate in a supervised setting. These programs provide programming that benefits inmates during the time they otherwise would be in reception centers where it is unavailable. The state budget that was just adopted includes programs that would direct low-level offenders to substance abuse programs while continuing their parole and has the potential to benefit as many as 30,000 inmates who otherwise would be returned to prison for parole violations.

2. Due to the State's budget crisis, some have suggested that signficant savings can be realized by the early release (of a few to 30 days) of non-violent offenders. What is your view of such proposals?

The Board of Prison Terms has no jurisdiction over the paroled release of determinate sentenced inmates. Those decisions are made by the Parole and Community Service Division of the Department of Corrections.

3. Last year, the Office of the Inspector General issued a report on the BPT's handling of the parole revocation process. Among the issues identified in the OIG report, is the inadequate supervision of deputy commissioners. Please provide an update on the steps taken to address this issue. How are you, as a commissioner, involved in this process?

To augment our supervision of Deputy Commissioners, we have added two Associate Chief Deputy Commissioners to oversee them in our Northern California regions. They also have been deployed out to the parole field offices where the Deputy Commissioners work every day, instead of being assigned to the BPT headquarters. The BPT also has created a tracking system to document the assignments given to Deputy Commissioners as part of a workload study. The results will be used in future negotiations with their union.

As a Commissioner, I am not directly involved in this process. The Chairperson of the Board and its Executive Officer keep Commissioners apprised of critical issues and solicit suggestions from us as appropriate for making those decisions.

General Parole Question

1. Do you believe current institutional programs such as self-help, substance abuse, educational and vocational, and pre-release adequately prepare inmates for parole? What do you believe should be done to improve these programs?

I support all types of educational and vocational programs that enable inmates to leave prison with more ability to function in society than they had when they entered prison. Budget constraints and priorities, over which the BPT has no control, dictate the degree to which these programs are available to lifer inmates.

State of California GRAY DAVIS, Governor



CALIFORNIA LABOR AND WORKFORCE DEVELOPMENT AGENCY Undersecretary and Acting Secretary, Herb K. Schultz 801 K Street, Suite 2101 Sacramento, CA 95814 (916) 327-9064 phone (916) 327-9158 fax

August 12, 2003

Honorable John L Burton Chairman Senate Rules Committee State Capitol, Room 420 Sacramento, CA 95814

Honorable Senator Burton:

The position of deputy secretary for employment and workforce development is responsible for the planning, organizing, facilitating, oversight and direction of the job services, unemployment insurance, workforce development, apprenticeship standards, disability insurance and workers' compensation programs. In this capacity I would simplify, strengthen, and improve the operation and management of programs that protect and provide services to California's workers and employers.

In that I came into state service from California Conference of Machinists where I worked my way up from an entry-level factory worker to the state's executive secretary-treasurer, I believe that I bring a unique perspective to this position. I have worked directly with most of California's various job-training programs and believe we have some the best job training programs in the country. During this time of economic rebuilding, the ability to promote and deliver the services these programs will prove to be strong support for California's workforce and could drive us to recovery.

Recently, I have been working with the communications shops at the different departments under the labor agency to create interest in Employment Training Program (ETP), California Workforce Investment Board (CWIB), and EDD-funded training by spotlighting their accomplishments. I also have worked with the labor agency on a Web site that is in development. It will feature links to the agency programs, administration initiatives and other relevant links that will provide constituents another point of access to these important services.

Our success in attracting and keeping small businesses will support prosperity in California. I have reviewed the different job training programs and have initiated a small business pilot project to increase the number of small businesses that get training funds. As part of this effort, we have consulted with and received from sources including the CWIB Small Business

Workgroup which has been helpful in doing outreach to small businesses about the availability of training funds.

I also have spearheaded the labor agency's effort to create a statewide marketing plan for the CWIB one-stop system. It will include a common name and logo to brand the one-stops. This will promote access to the system for workers and employers. I believe this will assist the state in systematically matching worker training programs with regional labor market needs to create skilled, middle-class jobs that offer a secure future to Californians.

Agency services will be located in one-stop service delivery centers at different levels of integration. In locations where there is no co-location opportunity, materials for agency services will be available and other agency programs may maintain office hours. A specific recommendation I have made is for the integration of information on more state services in one-stop resource rooms.

The goal of creating a primary point of accountability for the administration and the Legislature to measure the success and the needs of the job training system is critical. That is why I have started working with the job-training programs and external stakeholders including the Legislature, employee and employer representatives to set goals and better understand the needs of the different communities that they represent.

Building on the already successful apprenticeship programs in the DIR and coordinating with the employment and training programs guided by CAWIB and implemented by EDD, we are trying to meet the growing need and demand for skilled trade and craft workers.

I strongly believe the coordination of employment and training strategies with public sector stakeholders within the agency, the Legislature, the Department of Education, the community colleges, the CSU and the UC systems is a critical first step. Ultimately, the input of employers, industry organizations and employee representatives can be harnessed to provide templates for apprenticeship, career latter or lattice development of training opportunities that bridge gaps between industries. Careful development followed by appropriately designed training opportunities will position workers for a lifetime of opportunity and an easier skill transition as technology and markets change. A fundamentally literate and well-trained workforce with a workforce development system designed to flex with economic changes, will provide our state with opportunities beneficial to employers and workers.

Given this opportunity, I am sincerely committed to offering my best to serve the interests of the working people of California and those employers who depend so much upon their skill and commitment.

Sincerely,

Matt McKinnon

Duty Statement

Deputy Secretary Employment and Workforce Development California Labor and Workforce Development Agency

Exempt Level F

Under the direction of the Secretary, the Deputy Secretary, Employment and Workforce Development strategically plans, organizes, facilitates, and provides oversight and direction to the Job Services, Unemployment Insurance, Workforce Development, Apprenticeship Standards, Disability Insurance and Workers' Compensation programs.

The Deputy Secretary will strategically link job creation and development programs to employers and workers. This includes development of policy and direction to achieve increased efficiency and coordination between programs; seamless service delivery; coordination of training programs between Department of Education, Community Colleges, Vocational Rehabilitation, the Employment Training Panel, Welfare to Work, Employment Services, Job Services and Workforce Development; integrated employer education and outreach services; and improved business relationships with labor organizations and unions, business organizations and employers, apprenticeship and training providers, and other organizations.

Consults, meets and collaborates with the Department of Labor, Legislators and their staff, and the Governor's Office and acts as spokesperson on workforce development issues bringing clarification to the public on various workforce initiatives.

State of California GRAY DAVIS, Governor



CALIFORNIA LABOR AND WORKFORCE DEVELOPMENT AGENCY Undersecretary and Acting Secretary, Herb K. Schultz 801 K Street, Suite 2101 Sacramento, CA 95814 (916) 327-9064 phone (916) 327-9158 fax

August 12, 2003

Honorable John L Burton Chairman Senate Rules Committee State Capitol, Room 420 Sacramento, CA 95814

Honorable Senator Burton:

Per your request in your letter dated August 6, 2003, with respect to Form 700, which I submitted in April of this year, there haven't been any changes. The following is my statement outlining the short and long-term goals of the Labor and Workforce Development Agency.

The Labor and Workforce Development Agency poses many challenges and opportunities, which I feel competent to address because of my background as the business manager of the International Brotherhood of Electrical Workers (IBEW) Local 1245 representing over 18,000 members.

With more than 20 years running my local, I have found that communication is one of the most significant organizational dynamics in making or breaking a program. With state government, I am referring to communication internal to the administration, the people in the field, to the managers supervising the work, and external to outside stakeholders, from the Legislature to taxpayers.

Since I moved to the labor agency five months ago, I have focused on better coordinating communications and expanding outreach efforts, especially to special populations in need of service from Labor Agency programs. An example is a series of Cal/OSHA-sponsored farm worker education forums that bring agency programs (Cal/OSHA, DLSE, EDD and the ALRB) and other relevant services (the Mexican Consulate and pesticide regulators) together to provide education to farm workers and their families. Forums have already occurred recently in Coachella, Oxnard, and Porterville.

Educating and informing employers are an important part of efficiencies. Through the Joint Enforcement Task Force and the Division of Labor Standards Enforcement efforts, we are providing information concerning labor law requirements to the Northern California Grocery Association relative to janitorial contract services. Similarly, we are providing information to the car wash industry.

I have also worked with the rest of the agency staff on a Web site that is in development. It will feature links to agency programs, major administration initiatives and other relevant links that will provide the agency a clear presence in e-government.

During these tough economic times, the goal of maximizing every dollar has become more of a necessity. I have worked internally to make sure the administration knows that any allocation given to the labor agency is stretched to its capacity. To this end I have and will continue to push for more freeze exemptions, like the ALRB received this year. Given the ALRB's small staff and the wide geographical area they serve, these positions will help the agency reach its constituents more efficiently. In addition, we are coordinating volunteer staff loans from DIR and EDD during peak periods of activity for the ALRB.

We have instituted training and cross training between the departments and divisions so the agency's employees are educated on all the services we provide to the public. We are analyzing and evaluating the locations and facilities of the enforcement entities to determine possible changes that could improve efficiencies and reduce costs.

We must have better labor law enforcement in this state. While the numbers of enforcement personnel have increased over the past four years, the numbers are still not adequate to serve our growing workforce. One of the struggles is going to be doing more with what we have. We must more closely coordinate enforcement activities with in the labor agency so, for example, the Employment Development Department (EDD) can capture lost revenue from the underground economy while the DIR protects workers exploited in the underground economy.

I believe that if all the enforcement divisions of the agency could talk with each other using an agency-wide case tracking/case management system, much could be done to stop repeat violators of the law and curb some of the abuses to the current system. We have just completed an inventory of the systems within the agency and are trying to solve the ALRB's immediate need with a new system. This new system will be integrated into the same database currently being used by DIR and EDD to allow streamlined information sharing with those departments.

Three MOUs have been initiated by the agency on enforcement. The executed MOUs will help streamline information sharing between the ALRB and EDD, between EDD and DLSE and between OD-Legal and EDD. These agreements will provide under strict guidelines, for the release and use of EDD's confidential information on employer files, individual wage history, unemployment insurance, disability insurance, workers' compensation and social security number information. The MOUs allow the information to be used in administrative hearings and permit the enforcement programs to develop leads if more information is required in court.

If given the opportunity, I will continue to promote and advance the agenda and goals of the California Labor and Workforce Development Agency.

Sincerely,

Jack McNally Deputy Secretary

Duty Statement

Deputy Secretary Wage Enforcement and Fair Employment Practices California Labor and Workforce Development Agency

Exempt Level F

Under the direction of the Secretary, the Deputy Secretary, Wage Enforcement and Fair Employment Practices strategically plans, organizes, facilitates, and coordinates policy and service delivery of Employer Tax Collections, Wage and Discrimination Complaints, benefit programs and fraud investigations.

The Deputy Secretary oversees and ensures legal compliance with rules and regulations administered by Cal OSHA, Unemployment Insurance, Disability Insurance, Workers' Compensation, the Monitor Advocates Office, Garment Manufacturers and Contractors Registration, Farm Labor Contract Certification and Licensing, Talent Agency Licensing, and Studio Teachers Certification.

Establishes policy aimed at coordinating and streamlining activities to achieve improved services.

Acts as a key advisor to the Secretary, on wage enforcement and fair employment practices throughout the State of California.

Nancy H. Sutley Statement of Goals State Water Resources Control Board

1. Make measurable progress in improving water quality:

Water is critical to the quality of life in California. Water quality is essential to the health of our ecosystems and to ensuring that we have adequate supplies of clean water for our people, cities and towns, agriculture, industry and the rest of our economy.

I want to be sure that the Board is tackling our critical water quality needs that include:

- strong protections from point sources and non-point sources of pollution, including an effective regulatory program for agriculture and timber;
- reduction in the threat to water quality from stormwater runoff;
- as our experience with MTBE has taught us, protection of groundwater by quickly identifying threats, such as perchlorate, and ensuring cleanup; and
- effective enforcement of our regulatory programs.
- 2. Make investments now in the long-term commitment to restore the health of California's waters:

I want to ensure that the Board moves ahead aggressively in developing and implementing total maximum daily loads (TMDLs) for our polluted waters. TMDLs are a critical tool for understanding the sources and nature of water pollution and providing a detailed roadmap for restoring water bodies. We must also invest in more and better monitoring of pollution levels and the health of our water bodies.

I would like to ensure that the State Water Board distributes bond funds quickly and through a fair and reasonable process. The voters expect us to use those bond monies to improve water quality, restore watersheds and protect our coast and beaches. We must coordinate in this effort with other entities, including other state agencies, local government and community groups to get the leverage available resources and ensure that priority watersheds are adequately addressed.

3. Ensure that the Board works effectively both internally and externally

The Board must make the most effective use of our constrained resources. The State Board should help the Regional Boards navigate complex water quality decisions by giving timely and clear policy guidance. The Regional Boards can then adapt that guidance to address local conditions and priorities. I am working closely with the San Francisco Bay Regional Water Quality Control Board and

the Los Angeles Regional Water Quality Control Board as their State Board liaison.

I want to ensure that we increase opportunities for public participation from the greater community. We must continue to reach out to work in partnership with local communities, such as through watershed councils and other local groups, to reflect their values for improving water quality, protecting watersheds and supporting recreation and other priority uses. The State Board should make sure we support the Regional Boards in identifying and protecting their high priority watersheds.

We must always be searching for ways to make our processes more inclusive and to engage the broadest communities in the efforts to protect and enhance water quality, through greater outreach, education and environmental justice programs.



481-R

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Shorthand Reporter

HEARING

STATE CAPITOL

ROOM 113

SACRAMENTO, CALIFORNIA

WEDNESDAY, AUGUST 27, 2003

1:40 P.M.

Reported by:

Evelyn J. Mizak
Shorthand Reporte



APPEARANCES MEMBERS PRESENT SENATOR JOHN BURTON, Chair SENATOR ROSS JOHNSON, Vice Chair SENATOR BETTY KARNETTE 5 SENATOR WILLIAM KNIGHT 6 SENATOR GLORIA ROMERO STAFF PRESENT 8 GREG SCHMIDT, Executive Officer 9 PAT WEBB, Committee Secretary 10 NETTIE SABELHAUS, Consultant on Governor's Appointments 11 12 SUSIE SWATT, Consultant to SENATOR JOHNSON 13 TIM SHELLEY, Consultant to SENATOR KARNETTE 14 CHRIS BURNS, Consultant to SENATOR KNIGHT 15 ALSO PRESENT 16 MELINDA F. GUZMAN-MOORE, Member 17 California Community Colleges Board of Governors 18 JULIAN CANETE, President and CEO 19 California Hispanic Chambers of Commerce 20 GABRIEL VIVAS 21 La Raza Lawyers Association, Sacramento 22 RAHIM REED, Associate Executive Vice Chancellor Campus Community Relations 23 University of California, Davis

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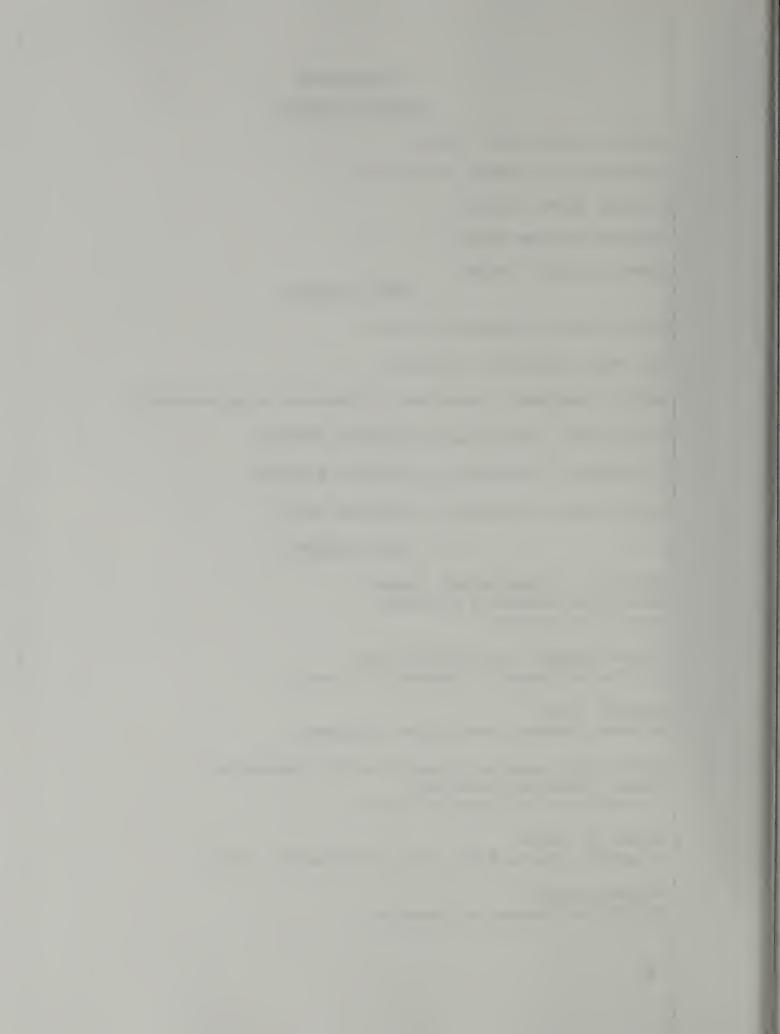
SYLVIA E. REYES

25 Hispanas Organized for Political Equality (HOPE)

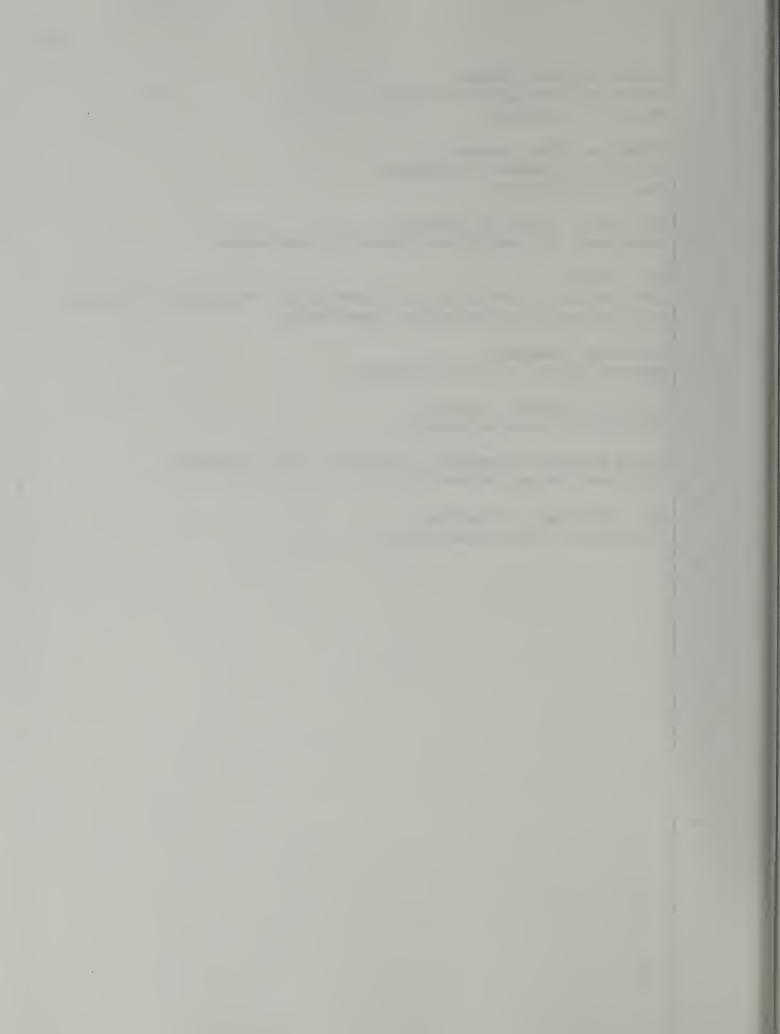
26 YOLANDA BENSON

California Chamber of Commerce

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3	RONALD W. WONG, Member California Community Colleges Board of Governors
5	MATTHEW O. FRANKLIN, Director Department of Housing and Community Development
7 8	ART CARTER International Association of Plumbing and Mechanical Officials and National Fire Protection Association
9	CHRISTINE MINNEHAN Western Center on Law and Poverty
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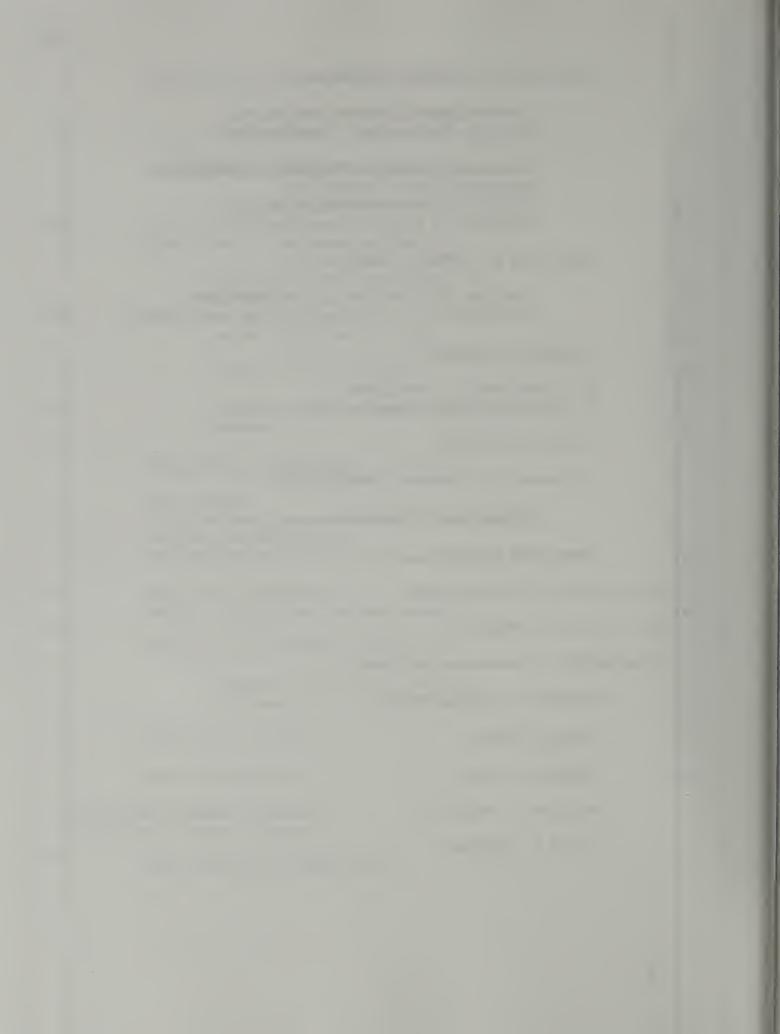
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CHAIRMAN BURTON: Melinda Guzman, Community College Board.

Go ahead, ma'am.

MS. GUZMAN-MOORE: Thank you, Mr. Chairman, Members of the Committee.

My name is Melinda Guzman-Moore. First of all, I want to say that I'm happy to be here to ask you for your vote in support of my confirmation as a member of Board of Governors for the California Community Colleges.

I have, under separate cover, sent to each of you a letter outlining some goals and objections for the system, as well as my current resume and biography. In lieu of repeating that information here, I do want to summarize some significant highlights to my background.

I am an attorney and have been an attorney for over 15 years, having begun my career here in Sacramento at the former Diepenbrock, Wulff, Plant and Hannigan law firm, where I practiced primarily business and employment litigation, and became a partner, and continued until that law firm dissolved in 1998, at which time I became a principle at one of the spin-off firms, Goldsberry, Freeman, Guzman, and Ditora.

I have served as an adjunct faculty member for the University of California, Davis, School of Law, teaching negotiations. And I am the current Chairperson of the California Hispanic Chamber of Commerce, the largest and, hopefully, the fastest growing business organization in

California.

I have been married for 20 years to Donald Moore. Together we have an almost 19-year-old daughter, Dominique, both of whom accompanied me here today. Dominique has been a student in the California community college system, and she is currently a student at CSU Sacramento.

I'm excited about serving on the Board of Governors. There are four principle categories of students, from high school to beyond, and I will be happy to discuss some of those. I have been personally affected by different categories and types of students in my family. I'm excited about the role that the California community college plays in fueling an educated and skilled workforce.

Before taking up too much time, I would just ask that you vote in support of my confirmation. I commit to you all that I will exercise sound business judgment as I always do. I will listen and resolve disputes in the issues before me, and I will provide leadership and direction all towards opening doors and creating educational and employment opportunities for all Californians.

With that, I thank you for your time. I ask you for your vote in support, and I welcome your questions.

CHAIRMAN BURTON: Do you have any family here you'd like to introduce?

MS. GUZMAN-MOORE: Yes, please, thank you, Mr. Chairman.

My husband Donald Moore, and my daughter Dominique Guzman-Moore.

CHAIRMAN BURTON: Thank you.

Senator Johnson.

SENATOR JOHNSON: Did you go to community

college?

MS. GUZMAN-MOORE: No, sir, I did not. I have many family members, however, who have.

I mentioned there are four principle categories of students who participate in community colleges: high school students who seek either remedial or enhancement education. Two of my nieces have attended Solano Community College in that capacity.

Second category of student would be the student who is seeking to create a bridge or gateway from community college to a four-year institution. Both my daughter and my nieces have attended Solano Community College, American River College, and others.

The third category is really the individual who seeks to enhance workforce skills. My father-in-law, who is a retired Naval Chief Petty Officer and retired civilian took many community college courses at Solano Community College in an effort to enhance his skills and to improve his employability.

And then lastly, I would say are the individual who seeks to enhance by a lifetime learning. And again, I have immediate -- my niece who lives with me who has attended the local community colleges to supplement her education at UC Berkeley by taking, you know, piano, camera, and other classes.

So, although not directly a student myself, I believe I recognize the value the community college system plays

in our state.

SENATOR JOHNSON: The question is not necessarily directed at you. It's a question that I've directed at the administration and at previous nominees.

It seems to me of the millions of people out here in California who have attended community colleges, that the Governor ought to be able to find someone qualified for this kind of position.

That's not taking anything away from you, but it's just something that I've noted in the past, that the Governor doesn't seem to know anybody that actually attended a community college, although he and I have been introduced in the past.

The other issue I just want to bring up at this point, and time and again, no reflection on you or your qualifications for the position, but this is a position that requires a two-thirds vote for confirmation, and it is for a term of years as opposed to an at-will position.

And the reality is that none of us know, even if we watch CNN 24 hours a day, we don't know what's going to happen. But in six weeks, we may have a different appointing authority.

And the question I just raise, again, without respect to you or your qualifications is: Does it make sense to be appointing someone to a fixed term when a new governor may be in place in just over six weeks? And shouldn't that governor, whoever he or she is, have the opportunity to put in place their own team?

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You can respond to that or not as you see fit, but I felt it important to set that out on the record.

MS. GUZMAN-MOORE: Thank you, Mr. Senator.

Let me respond by saying that my track record, I think, speaks well for my ability to work with all folks regardless of party. I certainly -- the former Diepenbrock, Wulff, Plant and Hannigan was fairly well respected as a more conservative law firm, but most importantly, I would say that the students and the individuals to whom we are to represent on behalf of the system are both Democrat and Republican.

And I feel confident that my track record speaks well of my ability to work with all administrations.

SENATOR JOHNSON: Thank you, Mr. Chairman.

CHAIRMAN BURTON: Senator Romero.

SENATOR ROMERO: Thank you.

It seems that the community colleges are almost all things for all people. We seem to put everything in there.

Can you tell me a little bit about what your vision is of community colleges? Is it K through 12? Is it higher Ed?

On the system of shared governance, I think it's a system that people -- I don't even know if we understand fully what we're supposed to be doing in the community colleges on the issue of shared governance.

The community college system has been called sort of a loose confederation of about 72 different districts with, in terms of the position, a weak Chancellor. I'm not speaking personally, but in terms of the structure compared to UC and

CSU.

Give me your thoughts as we debate even the future of community college system, as we discuss the Master Plan in California. Have you read the plan? What are your thoughts on it? And specifically with respect to the structure and mission of community colleges, what would you advocate for?

MS. GUZMAN-MOORE: Thank you, Senator.

I will trying to dissect. There are many aspects to that question, and I will try to comment and highlight on a few.

First of all, this Board of Governors will be selecting a new chancellor by January '04. It's perhaps the most important immediate decision that we will be facing, because the new chancellor, he or she, will set the tone to create the path for future growth and development of the system.

That stated, I mentioned earlier there are at least four different categories of students that this system serves. And thankfully, we have a very -- it is a very diverse system, and it is one of the one of the strengths of the system.

At the same time, there are obviously competing needs certainly within the budget, within goals and objectives of how we meet the increasing demand and expectation on behalf of a growing student population and the like.

I would hope that the next chancellor, in partnership with the Board of Governors, will be empowered to take on some greater authority on behalf of the California community colleges system so that that new chancellor can stand

in greater stead in comparison --

SENATOR ROMERO: The next chancellor isn't being confirmed by the Senate. You'll select the next chancellor.

My question goes to what is your vision? What is your vision of the debate that has been initiated in this Master Plan for Education that we are debating in the Legislature as we speak, and specifically looking at the structure and the mission of the community colleges?

Yes, the chancellor you'll select, and that's a vision here. But what is your vision in terms of the college system itself?

MS. GUZMAN-MOORE: My vision is to enhance and empower the system so that it can complement the other two public systems that we already have, and in part by doing so by hiring a chancellor that will create new energy toward future growth and development.

This system is the largest educational system in the world. It channels -- it serves as a gateway to the other two systems. It is the feeder of an employment workforce here in California.

And so, the short answer is, I'd like to empower the system so that it can better serve all aspects of its students so that we can continue to grow in a positive direction.

I can't, at least here, comment specifically on the pending governance changes that have been proposed. I have reviewed those. I think they are a step in the right direction, but unfortunately, additional work really needs to be done to

carefully review the policy objectives and the goals that this body and that you all, as our elected officials, with how we would like to grow and expand this particular system.

But the short answer is, if we're to have the system, I believe it should be empowered to complement the other two.

SENATOR ROMERO: Thank you.

CHAIRMAN BURTON: Senator Knight.

SENATOR KNIGHT: No questions.

CHAIRMAN BURTON: Senator Karnette.

SENATOR KARNETTE: I am concerned about students who are eligible for scholarships or help, financial help. I think that's one of our big problems with the fees going up.

So, in your role, what can you do to help outreach and get students in who can get financial help?

MS. GUZMAN-MOORE: Thank you.

We have already channeled some additional funding so that we can begin to outreach in particular through the high schools, so that the students can know that there are funding sources available to them.

Unfortunately the timing of that outreach is not likely to hit as many of the students as we'd like, at least for the upcoming term. It is important for us to partner better with high schools in particular, with the counselors, and to improve our partnerships with the other institutions, but really, the class of students that we're talking about are those principally at the high schools.

So, to engage and to take advantage of

communication schemes directed toward high school teachers and 1 counselors in particular, those are what we're going to have to 2 3 do to channel and to get the information to the students who we need to serve. 4 CHAIRMAN BURTON: One of the problems about a 5 chancellor, they don't have any influence over anything at all. 6 MS. GUZMAN-MOORE: I'm sorry, Mr. Chairman? 7 CHAIRMAN BURTON: I said, chancellors have 8 9 absolutely no influence because every community college has its own board of trustees that can either listen -- I mean, what can 10 11 a chancellor really do? 12 13 14

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MS. GUZMAN-MOORE: Currently the chancellor in this system at least seems to serve as the principal lobbyist for you all and for the electives, and is the principal spokesperson.

And your question really speaks to some of the governance issues --

CHAIRMAN BURTON: That was the point. MS. GUZMAN-MOORE: -- that Senator Romero -absolutely.

I do agree that this chancellor in this particular system is not -- does not share the same power or stature as the heads of the CSU or UC system. It is something that we need to address moving forward.

And to go more central into the issue, I believe that we do need a chancellor. We need a statewide chancellor. We should not rely solely on the local districts. This is the largest system. It has a significant impact on --

CHAIRMAN BURTON: I know all about that. I'm just wondering, what can a chancellor do? Not much, right, under the present system?

MS. GUZMAN-MOORE: Under the present system, he has to work with consultation and the like.

CHAIRMAN BURTON: Senator Karnette asked you about they are trying to get as much as information out to the high schools about Cal Grants, Pell Grants, and the various grants and aids.

MS. GUZMAN-MOORE: Correct.

CHAIRMAN BURTON: A startling statistic is, which I wonder why, is that by the year 2010, which is not that far away, there'll be a 35 percent increase in community college enrollment.

Do you have any idea how they're going to accommodate that kind of growth?

MS. GUZMAN-MOORE: I will candidly state that's phenomenal. And it's both the glass is either half empty or half full.

I do believe moving forward we have no choice but to explore public and private partnerships with our system, in particular as pertains to workforce development issues, potential funding for research grants.

Now, folks don't typically look at the California community college system for fellowships or research opportunities, but they are there. So, we need to explore those and more if we're to fuel the system that continues to grow.

CHAIRMAN BURTON: How is giving 120 professors

whatever -- I forget the term you just used -- but how is that
going to accommodate 35 percent growth in students? To increase
on-line stuff? How are they going to just accommodate them?
They could have 57 Nobel Prize winners, and it isn't going to
make more space for new students.

MS. GUZMAN-MOORE: This is not going to be the
research institution that a University of California is.

research institution that a University of California is.

CHAIRMAN BURTON: I think I'm not clear in my

question.

There's a 35 percent growth predicted. Either kids are getting older, or it's going to be more expensive to go to CSU, and Cal, and private four-year schools.

How are they going to accommodate them? Are you going to try to build a whole lot of new campuses? Do more on-line stuff? Shut some of the doors? What?

MS. GUZMAN-MOORE: We have several options. CHAIRMAN BURTON: Are they planning for it; do

you know?

MS. GUZMAN-MOORE: We are trying to plan for it. There is a distance learning report that came out in the last several months regarding our efforts in distance learning as well as some on-line technology and courses, yes.

I was -- I apologize. I was speaking earlier more towards the issue of funding and developing new programs and workforce opportunities that could help bring in new faculty and new programs into the system.

But yes, there are distance learning programs that have been in place for quite sometime. We've had some

successes with that.

On-line classes, my sister, who is a single parent of three, takes on-line courses in accounting from a Bay Area campus, and it's been a nice opportunity for her to supplement her education by obtaining a certification.

So, we will see more and more of those as we move forward.

CHAIRMAN BURTON: Thank you very much.

Witnesses in support.

MS. GUZMAN-MOORE: Shall I be excused,

Mr. Chairman, or do I wait?

CHAIRMAN BURTON: Stay right where you are.

MS. GUZMAN-MOORE: Thank you.

MR. CANETE: Thank you, Mr. Chairman, Members of the Committee.

Julian Canete, President and CEO of the California Hispanic Chambers of Commerce.

The California Hispanic Chambers of Commerce supports the nomination of Ms. Guzman to the Board of Governors of the California Community College system. Throughout our experiences, she has been an individual who can make the hard decisions, who can make the right decisions in the best interests of all involved.

We feel that she will bring to the Board of Governors a commitment to the education of all Californians. I have seen her be a tireless advocate for education within all the systems, whether it's the community college system, the California State system, or the UC system, by letting people

know that they need to take advantage of the opportunities that exist out there.

She also realized the importance of a well educated workforce in California for the future of California's economic vitality.

The Board of Governors and the citizens of California will benefit immensely, for Ms. Guzman-Moore's commitment to higher education, her unique perspective, hard work, and intelligence will play an important role in solving the problems faced by the community college system.

The California Hispanic Chambers of Commerce, and the over 60 Hispanic Chambers of Commerce in California, strongly urge all Committee Members to support her appointment.

Thank you.

CHAIRMAN BURTON: Thank you very much.

Next.

MR. VIVAS: Good afternoon, Senators. My name is Gabriel Vivas, V-i-v-a-s. I'm representing La Raza Lawyers
Association of Sacramento.

I'm here to voice our strong support for Melinda Guzman-Moore. I've known Melinda since she was, in fact, a law student, and I've seen her develop over the years. And I've seen her tackle the many problems that a young Latina would face in a very, very challenging situation in which she voluntarily placed herself by actually challenging the legal structure of Sacramento, and becoming the first Latina to come in and enter a very conservative establishment law firm.

She has proven herself to be worthy. She has

proven her intellect. She has proven her creativity. She has proven herself to be a very, very outstanding not only attorney but leader in California.

I agree that she is -- and that I'm cognizant of the fact that we are facing, in fact, a possible change in leadership in the appointing authority, but my response to that is very simply, that no matter who the appointing authority is, that person will find Melinda to be outstanding, her qualifications to be without any question, and I'm certain would find her to be someone that they would want to appoint and have on the Board of Governors.

I believe that her -- at this point she has demonstrated resourcefulness. She's demonstrated a very serious commitment, a heartfelt commitment, to education that comes from the fact that she came from very humble beginnings. And when one comes from those beginnings, it's not something that one forgets. She brings that heartfelt commitment to education and to the poor to this position.

I urge each one of you to support her appointment.

CHAIRMAN BURTON: Thank you, sir.

Next.

MR. REED: Good afternoon, Chair and Members of the Senate Committee. My name is Rahim Reed. I'm the Associate Executive Vice Chancellor for Campus Community Relations at University of California at Davis.

On behalf of Chancellor Larry Vanderhoef, the UC Davis Alumni Association, and the UC Davis community, I would

like to strongly urge the Committee to appoint Melinda Guzman-Moore to this position.

I believe that Melinda is well respected in her profession, in the community, and certainly in the educational community for her commitment to academic excellence, her support of education from K through 12, and higher education, and her advocacy for access to higher educational opportunities for those currently underrepresented in our higher education system.

I have personally only known Melinda for a couple of years, but in the short period of time that I've known her, I've been impressed with her commitment community service. This commitment comes as no surprise to most of those in the UC Davis family. Melinda has been a very strong contributor to the UC Davis community and to the educational goals of our state overall. She is well known in the community.

Melinda attended UC Davis, the Law School and the undergraduate programs. Her family is a UC Davis family in a sense, having her sisters all graduated from that institution.

But I don't say this to say that being a graduate of UC Davis, that she would not have an understanding of the needs of the state, and especially as it impacts the community college system.

As you know, we do have a shared governance system, and the importance in making that system work for all Californians is the ability for it to work together. That is, quite frankly, something that has been missing, of the need for collaboration and understanding between the various systems

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about the overall mission and goal. Oftentimes, that mission is lost in our individual goals in the various parts of the system. And quite frankly, I think we need someone who can look at this as a whole and brings a perspective maybe from outside to lend itself to the strength that is already within the California community college system.

So, with those, I'd like to urge this Committee to move forward her nomination. I thank you for your time.

CHAIRMAN BURTON: Thank you, sir.

Next, please.

MS. REYES: Good afternoon, Senator Burton and Members of the Senate Rules Committee.

My name Sylvia Reyes. I am a member of the Board of Directors for Hispanas Organized for Political Equality, or HOPE. I am also a past student of the Sacramento City College, on Freeport Boulevard in Sacramento, and currently am employed and represent the University of the California, Davis. I've also been a board member of the Sacramento Hispanic Chamber of Commerce and recently served on the California Hispanic Chamber of Commerce Board of Directors.

I have personally known Melinda Guzman for approximately 10 years from her activities with the local and statewide Hispanic Chambers of Commerce and from her associations with the University of California, as well as an attorney in the local community.

At all times I have known Melinda Guzman to demonstrate the highest levels of professionalism and integrity. She listens patiently. She has a keen insight into dealing with

diverse people. And more importantly, she always seems to demonstrate a keen ability to resolve disputes and move a project or agenda forward.

Her peers would state that she is level-headed, reasonable, and does not act on a whim or with emotion.

Instead, she exercises sound business judgment, understands protocols, and demonstrates an ability to lead others.

She is highly regarded as an alumni at the University of California at Davis, where she has served as an adjunct professor for the School of Law, and as a member of the UC Davis Foundation. She was honored as the University's Alumna of the Year.

She is also highly regarded as the Chairperson of the California Hispanic Chamber of Commerce. In the last two years under Ms. Guzman's leadership, the Chamber has excelled to a prominent position, and all constituent groups from business members, chambers, corporate sponsors, and others attribute the growth and development to her keen leadership and vision.

I received a call from Congressman Doug Ose in route to today's meeting. He offered his support of Ms. Guzman's appointment, and he authorized me to communicate this to you.

We strongly urge you to support Ms. Guzman-Moore's appointment to the Board of Governors.

Thank you.

CHAIRMAN BURTON: Thank you.

MS. BENSON: Good afternoon. Yolanda Benson with the California Chamber of Commerce here just to support Melinda

Guzman-Moore for this nomination.

And to reiterate what was already said by the California Hispanic Chamber, we believe she understands the issues, and we strongly support her nomination.

CHAIRMAN BURTON: Thank you.

Next.

Witnesses in opposition?

Senator Romero moves the nomination. Call the roll.

SENATOR JOHNSON: Mr. Chairman.

CHAIRMAN BURTON: Yes, go ahead, Senator.

SENATOR JOHNSON: Thank you, Mr. Chairman.

I don't intend to vote for your confirmation. I just want to state again for the record, it has nothing whatever to do with your qualifications for this position.

But I'm concerned with the fact that we have an election scheduled in six weeks that may change the appointing authority.

I note that when Governor Davis took office, he withdrew about 160 appointments that had been made by his predecessor. I've argued consistently over the years that any governor ought to have the right to put in place the team that he or she wishes to.

There's no jeopardy if your confirmation is not acted upon this year. There's not a problem until May of next year.

Therefore again, no reflection whatever on you, but I intend to abstain.

CHAIRMAN BURTON: Call the roll. 1 SECRETARY WEBB: Senator Karnette. 2 SENATOR KARNETTE: Aye. 3 SECRETARY WEBB: Karnette Aye. Senator Knight. 4 5 Senator Romero. SENATOR ROMERO: Aye. 6 7 SECRETARY WEBB: Romero Aye. Senator Johnson. 8 Senator Burton. CHAIRMAN BURTON: Aye. 9 10 SECRETARY WEBB: Burton Aye. Three to zero. CHAIRMAN BURTON: The nomination will be 11 12 forwarded to the Floor, and we will be in touch with the Governor's office. 13 14 But in all probability, unless there are 27 votes 15 coming, which means two Republicans, which, given the electoral 16 situation, almost all 27-vote people are at some kind of limbo, 17 which, to be honest, were the reverse the situation and it was a 18 Republican Governor and Democrats, it'd probably be the same. 19 But we'll be able to have you on the Floor. If 20 the votes are not forthcoming, good things happen on the 7th, 21 8th, or 9th, whichever date it is, in October. At that time we 22 can deal with it because you have do have a period up to 23 May 1st. MS. GUZMAN-MOORE: Very good. Thank you, 24 25 Members of the Committee, thank you. Mr. Chairman. 26 CHAIRMAN BURTON: Thank you, ma'am. 27 Next, Fahari Jeffers, Community College Board of 28 Governors.

MS. JEFFERS: Thank you.

Good afternoon, Chairman Burton and Members of the Committee. I am Fahari Jeffers. I serve as the General Counsel and Secretary-Treasurer of United Domestic Workers of America.

I, too, have sent a copy of my resume and a statement to the Committee Members and will summarize it briefly.

I happen to be a beneficiary of the community college system in San Diego. I did attend San Diego City College. And for me, it served as that gateway from high school.

SENATOR JOHNSON: That commends you.

MS. JEFFERS: I'm letting you know.

However, I do also want to say that I've only attended two meetings of the Community College Board of Governors at this point, so there is a steep learning curve. It's a vast institution. There is much more to learn than I already know.

I have begun the learning curve, and from my perch, I see certain things, probably not everything that I need to see.

I do think, obviously, funding is an issue, but that's not the only issue. We're vast; we're large. Our responsibilities are increasing in terms of the population, the numbers of people, making sure that at-risk students who are always marginal and always have issues in terms of access to knowledge about grants and other information get it even more

now because of the increase in tuition.

I do think also that it's probably time for a review, so that money is probably a concern in terms of stabilizing a funding base. But I think, looking at sort of a top-down review of how we are currently structured and use the funding that we get might enable us to do so more under these challenging circumstances.

I look forward for completing the learning curve, working with the students, faculty, staff, administrators of the community college system, and also working with the Legislature and the administration to keep the lights on in what is truly a beacon of hope for many people throughout California.

I would ask for your support.

Thank you.

CHAIRMAN BURTON: Senator Johnson.

SENATOR JOHNSON: I would just like to

incorporate by reference my comments to the earlier nominee.

Again, it has no reflection whatever on you or your qualifications for the position.

I will state for the record that I'm delighted that the Governor has found someone to appoint who actually attended a community college.

But for the reasons stated on the earlier nominee, I do intend to abstain on this nomination today.

CHAIRMAN BURTON: Senator Romero.

SENATOR ROMERO: I'm also going to concur and say congratulations. It's good to see somebody actually being from the community colleges.

I'm a community college graduate, so it's good to see that experience being translated into being a nominee on the Board.

I served as a Trustee for the nation's largest community college district; that's the Los Angeles Community College District. When I was a Trustee, and in conversations with other Trustees, we rather felt that the Board of Governors was, quite frankly, irrelevant.

The community college structure is so loose, as I said before. We're looking at the structural reform and the need to perhaps figure out what we want in the community college system.

With that sort of an attitude, and I think it's somewhat widespread in California, what would you, if you were to be confirmed as a Governor for the community colleges, how might you envision, perhaps, a better working relationship, or some type of reforms that would facilitate and really make meaningful the role of Board of Governors in working with locally elected trustee members?

MS. JEFFERS: Actually, from having only attended two meetings, I think I can share that sense or question about sometimes the relevancy of it.

I do, first of all, think that the Board of Governors is relevant, because I think within a vast institution, unless we're going to have a vulcanization of community colleges, that you do need a statewide voice for community colleges and an entity that is capable of enforcing and implementing the standards that come from either statute or

the policy that we make.

But I do acknowledge that I think the capacity to do that is somewhat limited. So, I think it's a question of two things.

The chancellor, because of stature and structure, can help fill that void. I think we have an opportunity now to deal with stature, and I think there is some review of the structure. I think the structure does need to be reviewed.

Does -- the Board of Governors may have enough power if it's given the ability to exercise its role according to statute. That's sort of, I guess, the insight that we have, that I've been given, just from having attended two meetings.

So, I think it's time for a review of that. And I don't think all the answers are known, but I think some of the problems are known.

I think it is felt that the Board of Governors and perhaps the chancellor is long on influence, short on power. But I can't imagine us operating a system that has the number of districts and the number of community college sites without that statewide oversight and statewide hub.

So, I think we need it. I do think that it could be a stronger voice. And I think for the two reasons, again -- the stature of the person that's in that position, and the structure of the organization that that person has to lead -- can be enhanced.

We're going to make a decision about the chancellor that I hope will address at least one of those.

SENATOR ROMERO: Thank you.

CHAIRMAN BURTON: Senator Knight. 1 2 SENATOR KNIGHT: No questions. 3 CHAIRMAN BURTON: Senator Karnette. SENATOR KARNETTE: We were talking, and Senator 4 5 Burton brought up with the other person about housing in the 6 future. 7 Does the local board -- and maybe Senator Romero 8 knows this. Who actually determines if you have too many students where they are housed? Is it the local community 9 10 college, and does the Board of Governors have anything to do 11 with that at all? 12 If you have more students than you can handle, 13 and you need to have classes in the high schools or buildings in 14 the mall, or whatever, who makes that determination? Is it the 15 Board of Trustees at the local college, or does the Board of Governors have anything to do with how people are housed in a 16 17 community college? 18 SENATOR ROMERO: That actually is a local 19 decision. 20 SENATOR KARNETTE: I think it would be a local 21 decision. 22 So, the Board of Governors can't affect, but the 23 Board of Governors could push for more funding perhaps. 24 MS. JEFFERS: We could, and I think also, again, 25 just because there is a voice at the heart of power, which 26 Sacramento does represent the base of where the policy and 27 legislation comes from that affects how local community colleges 28 have to operate and exist, that, you know, there's sort of, I

guess, the bully pulpit comes from the Chancellor's Office and the Board of Governors as well. So, I would say it's not a -- it is a local decision, and some decisions should remain local. That's probably one of them. But I think we could provide some support and influence at the state level. SENATOR KARNETTE: And this has been discussed with the Master Plan? Senator Albert and Assembly Members Goldberg and Liu, I think, are working on this. MS. JEFFERS: I'm becoming more familiar with the Education Code than I am with the Labor Code. SENATOR KARNETTE: Okay. CHAIRMAN BURTON: Do you have any family with you? MS. JEFFERS: No, I don't. They are in San Diego, but many people have written letters. CHAIRMAN BURTON: We have those for the record. MS. JEFFERS: Thank you. CHAIRMAN BURTON: Witnesses in support? Witnesses in opposition? Move the nomination. As with the other, we'll move you to the Floor. You'll be there with enough time for confirmation, assuming things work out in October, or you find two Republicans that you've got something on. [Laughter.]

CHAIRMAN BURTON: Call the roll.

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1 SECRETARY WEBB: Senator Karnette. 2 SENATOR KARNETTE: Aye. 3 SECRETARY WEBB: Karnette Aye. Senator Knight. 4 Senator Romero. 5 SENATOR ROMERO: Aye. SECRETARY WEBB: Romero Aye. Senator Johnson. 6 7 Senator Burton. 8 CHAIRMAN BURTON: Aye. 9 SECRETARY WEBB: Burton Aye. Three to zero. 10 CHAIRMAN BURTON: Thank you. 11 MS. JEFFERS: Thank you very much. 12 CHAIRMAN BURTON: Ronald Wong. 13 MR. WONG: Good afternoon, Members of the 14 Committee, Senator Burton, other Members of the Rules Committee. 15 My name is Ronald Wong. It's a pleasure to be 16 here. 17 All of you should have the statement which I've 18 submitted which stated my goals and vision for the Community 19 College Board. And I think more than anything, the Community 20 21 College Board is something that addresses both the young and the 22 old. And in our society, we've been -- I've read that we judge 23 our society by how we treat the young and the old. 24 To that degree, I just wanted to relay a story 25 that my father told me. And it's compelling to me because my 26 father is not is a man of many words. 27 But he told me that he had graduated from LACC, 28 and he had his AA Degree. And he walked out to the parking lot

with a friend of his, and they both had no money. They didn't have any more money. They got accepted to UCLA, and they didn't have any more money to continue their education. So, the next day they both joined the US Army and enrolled so that they could get the GI Bill.

And I tell that story only to the degree, the number one thing that I would do is make sure people like my father -- and my younger brother also attended community college. I've attended, but I did not graduate from one -- that we cannot let people slip between the cracks.

And my vision, and what I would do to make sure that people who need that education can get that education, we do everything we can. And I am in favor of any kind of reform, structural or otherwise, that would just open up the books, flip the tables, and see what we need to do to make this a better system.

I'm open to any and all questions for more details.

CHAIRMAN BURTON: Senator Johnson.

SENATOR JOHNSON: No questions.

Again, sir, with all respect, I incorporate to you my comments to the earlier nominees.

CHAIRMAN BURTON: Do you have family with you today, Mr. Wong?

MR. WONG: No, sir.

CHAIRMAN BURTON: Senator Romero.

SENATOR ROMERO: Again too, as I mentioned earlier, I forgive you for moving out of my 24th Senate

District, but I still have your family as constituents, so that speaks favorably.

Once again, you and I have had opportunity to have conversations about community colleges. If I can hear from you a little bit about the need for structural reform within the community college system, and specifically if you can address the point of whether or not this somewhat loose confederation of 72 districts really gives the community colleges the status, and clout, and respect that I believe should be accorded any institution of higher education in California.

What are your thoughts on the proposals for structural reform, whether you agree or disagree?

MR. WONG: Right. I haven't studied the current proposals on the table regarding the things that are being mentioned in the Legislature right now, but I will say this.

I think, and just going to two meetings, it seems apparent that the community college views themselves as someone -- as an entity that doesn't have the strength and the clout as the UCs and Cal States, and we need to change that.

Now, structurally it's obvious, because we have 72 districts that have their own elected members, we feel that they're empowered by people to do the local district's and their local community's bidding in a way.

But we have two options. We could get rid of the Board, and just as a rational point of view, looking at it two ways, we could get rid of the Board and empower them, or we could beef up the power of a centralized state in one system.

I am very much in favor of the latter. I think

there would be a danger if we, in a way, continued as we are, or even weaken because the budget cuts impacted the Office of the Chancellor and kind of limited even his ability to do what he needed to do.

So, I think we need to strengthen that office. I think we need to look at reform.

I give deference to the locally elected members of all the 72 other districts, but if there's a shared governance, that we could all come to the table. And that was in my written statement. I think it's important that all those parties come to the table and look at this system from top to bottom, and the Legislature take the lead on putting things on the table.

SENATOR ROMERO: Thank you.

CHAIRMAN BURTON: Senator Knight.

SENATOR KNIGHT: No questions.

CHAIRMAN BURTON: Senator Karnette.

SENATOR KARNETTE: Have you looked at the Master Plan or been involved in that at all?

MR. WONG: I've looked at it.

I think in terms of the community college, I feel that the two main rules that you would focus on is getting people into the four-year university, pushing them in that direction; beefing up the basic skills; working with the K through 12 education so that kids who get to them can then transfer and succeed at the four-year college and are not floundering.

For the students, not everyone's going to go to a

four-year university. For the ones that don't, give them
realistic job experience and beef up the vocational training.
And I think that is the main role for the community colleges, in
those two areas simply.
SENATOR KARNETTE: Thank you.
CHAIRMAN BURTON: Witnesses in support?
Witnesses in opposition?
Move the nomination.
SECRETARY WEBB: Senator Karnette.
SENATOR KARNETTE: Aye.
SECRETARY WEBB: Karnette Aye. Senator Knight.
Senator Romero.
SENATOR ROMERO: Aye.
SECRETARY WEBB: Romero Aye. Senator Johnson.
Senator Burton.
CHAIRMAN BURTON: Aye.
SECRETARY WEBB: Burton Aye. Three to zero.
CHAIRMAN BURTON: We will be moving you to the
Floor, awaiting the outcome.
MR. WONG: All right, thank you.
And I respect Senator Johnson's opinion. Having
worked for the Governor, I respect whatever may happen.
worked for the develher, I respect whatever may happen.
SENATOR JOHNSON: Thank you, sir.
SENATOR JOHNSON: Thank you, sir.
SENATOR JOHNSON: Thank you, sir. CHAIRMAN BURTON: Matthew Franklin.
SENATOR JOHNSON: Thank you, sir. CHAIRMAN BURTON: Matthew Franklin. MR. FRANKLIN: Shall I begin, Chairman?

I'm Matthew Franklin, nominee for Director of Housing and Community Development.

I believe this is extraordinary time to lead the administration's efforts to develop affordable housing and spur economic development. In my view, California has never faced more significant challenges or had such substantial opportunities to meet its housing needs.

As you know, our state is experiencing an affordable housing crisis. Demand for housing in California far outstrips supply. Due to this imbalance, home prices and rents are out of reach for too many Californians. This is particularly true for low-income working families.

But low wage earners are not the only ones frustrated by the California housing market. While most Californians share the American dream of owning a home of their own, our state's home ownership rate is the third lowest in the nation.

Our affordable housing crisis also has a direct impact on the economic health of the state. This Legislature, and particularly Chairman Burton, have demonstrated tremendous leadership by recognizing this crisis, and more importantly, taking bold steps to address it. Most recently, the Legislature approved Proposition 46, which will provide \$2.1 billion dollars to meet California's affordable housing needs. This is the largest housing funding allocation in California's history.

Before the bond was approved, the Legislature tackled such critical issues as lowering school fees on affordable housing, reforming construction defect statutes,

reorganizing HCD's program structure.

If confirmed by the Senate, the top priority during my tenure will be to ensure that the Department administers Proposition 46 funding in an efficient and effective manner. This will include setting an aggressive timetable for awarding funds, and developing and maintaining sound internal controls.

For 30 years, the state also has required that local governments identify enough sites for housing development to meet all their community's needs. This law has served us well, but I believe the time is right to reform the state's requirements. Many of our partners in this process, including local elected officials and state legislators, have come forward with exciting ideas and proposals for reform. I'm committed to working with them to improve our housing element law and do more to ensure an adequate supply of affordable housing.

The state also has a responsibility, along with local governments, to ensure that all Californians have decent and safe housing. I will use the Department's authority to develop the State Residential Building Code to ensure that California's maintaining the highest standards for health and safety.

Finally and in conclusion, I'm hopeful that HCD's implementation of Proposition 46 will be successful enough to make the case for identifying a permanent funding stream for state affordable housing programs. If confirmed by the Senate, I would feel fortunate to have the opportunity to serve as HCD Director. I would welcome both the challenges and the

opportunities this position presents. 1 Thank you very much. I look forward to your 2 questions. 3 CHAIRMAN BURTON: Senator Johnson. 4 SENATOR JOHNSON: Thank you, Mr. Chairman. 5 I'd just like to make the point that in previous 6 nominees, in fact, over the years that I've been with the 7 Senate, I think I've voted for virtually every nomination that 8 the Governor has put forward. 9 If in six weeks there's not a change in the 10 Governor, I'm sure that I will continue to support the vast 11 majority of his nominees. 12 I intend to support your nomination because, as I 13 understand it, this is an appointment at the pleasure of the 14 15 Governor, so that if there is a change in the appointing authority, there might be a change of heart with respect to 16 17 you. I thought it important to lay out the difference 18 19 between this appointment and the earlier appointments, on which 20 I abstained, and on some others which I intend to abstain. 21 Thank you, Mr. Chairman. 22 CHAIRMAN BURTON: Senator Romero. 23 SENATOR ROMERO: Thank you. There have been some concerns raised by 24 25 affordable housing groups, nonprofit organizations, and others 26 with respect to what appears to be delays in the office, which, 27 of course, you are directing, specifically in terms of the 28 timing of funding cycles, the most recent controversy being your decision to delay the awarding of home funds.

Can you please explain to the Committee the decision to delay it? How do any of us who represent small communities go back and tell them, you know, basically, "Tough luck. You're out of the round because of a decision that was made to delay the funding cycle."

That specifically hurts the especially small communities, communities under 50,000.

Help me understand the decision, and what are you telling these communities when they're simply told, "Tough luck. You're not in the funding cycle."

MR. FRANKLIN: Right. Well, thank you for the opportunity to address this.

First of all, generally we are accelerating funding timetables with Proposition 46 for several of our programs, programs that impact over three-quarters of the money. We have gone to two funding rounds per year instead of one.

So, it is a priority for us to get the money out, and to get it out very quickly, in addition to making good investment decisions.

In the case of the Home NOFA, which you are referencing, there will be a delay of three months. This follows a year where, like our other programs, we did two rounds in a single year. And the reason we did that is, we have a problem with the Home Program.

Home is, of course, a HUD program, and one of the things that HUD watches is our expenditure rate. Our expenditure rate lags the national average. We are in the

process of a reg. process to create a stricter timetable for the 1 expenditure of the funds to address this issue. We need to get 2 those regs done --3 CHAIRMAN BURTON: Hold on for a minute. 4 You're slowing it down so you can speed it up. 5 In three months, you might not be there. 6 7 MR. FRANKLIN: Well, I understand we --CHAIRMAN BURTON: In three months we might have a 8 9 Governor who may not want to implement this, with all respect to my Republican colleagues. May not want to really be moving in 10 11 implementing this stuff. 12 MR. FRANKLIN: Right. 13 CHAIRMAN BURTON: Doesn't make any sense to me for you to be slowing down a program when I, as the author of 14 15 the bond issue, when we had support, not total bipartisan but some fair bipartisan support, and it would just seem to me that 16 with the housing crisis we have, to slow it down and speed it up 17 18 is about as good a government think as I've ever come across. 19 MR. FRANKLIN: And I understand your point, 20 Senator. 21 First of all, again, I would like to say that 22 this is an exception. And it is one where there are 23 trade-offs. This program needs to be improved. 24 We fund it on an annual basis. So, this is our 25 shot for this year to improve it. The improvements are ones 26 that we've consulted with our constituents on, and it's a very

CHAIRMAN BURTON: They can't be buying it or they

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important improvement.

wouldn't be bitching to me.

MR. FRANKLIN: There is a cost, and that is the trade-off. And, you know, again, this is a very tough call.

We're very open to going the other way. And the other way would be to delay the improvement. That is not the end of the world.

But the three months, it is only a three-month delay. I appreciate that that has real impact on folks. So this is -- you know, there are benefits and there are costs. It's a tough call.

And we've been looking for input. Input from the Committee would be --

CHAIRMAN BURTON: Far be it for me to make believe you're the Governor trying to get some appointments through, you know.

I would think it makes sense to move the money.

Now, I do not know the restrictions, or whatever.

And I'm sorry for interrupting, Senator Romero.

But I do not know the restrictions. In other words, the money's here, and the money's for this program. New governor, new person, new time, new feet-dragging: Let's review this; let's take another look at that.

I mean, there's four of us in this Committee won't even be here by the time the first buck goes out.

So, I would strongly encourage you that if there is a program, because, you know, we're talking about homes, we're talking about home-owner partnership and things like this, and you ought to move the money.

MR. FRANKLIN: Okay. 1 CHAIRMAN BURTON: And also, it'd be good for the 2 economy because there's a downturn in the economy. And money 3 that's gotten out in housing construction, according to every 4 study, actually puts, for some odd reason, more money into the 5 economy, and it's a bigger generator than any other money you 6 7 spend on anything. MR. FRANKLIN: Right. 8 CHAIRMAN BURTON: So, I'd figure that I'd kind of 9 err on the side of getting it done myself. 10 MR. FRANKLIN: Okay, done. We can do that. 11 will do that. 12 [Laughter.] 13 CHAIRMAN BURTON: Move the nomination. 14 [Laughter.] 15 CHAIRMAN BURTON: Excuse me, Senator. 16 SENATOR ROMERO: No, that's it. That's the point 17 18 precisely. Move it. 19 MR. FRANKLIN: Right. We will. 20 CHAIRMAN BURTON: Just one other before I yield 21 to Senator Knight. What's happening with farm labor housing? 22 23 MR. FRANKLIN: Well, as I believe you're aware, Senator, there's \$200 million dollars available for farmworker 24 housing in Proposition 46. This represents an incredible 25 26 increase. Prior to the bond, we had funding of 2 to 5 million a 27 year in this program.

CHAIRMAN BURTON: Right.

MR. FRANKLIN: We've awarded over 27 million already. We have a second --CHAIRMAN BURTON: A little over 10 percent. MR. FRANKLIN: We have a second NOFA going out within a month for another round. This is one of the programs where we've accelerated funding, and we're going to do two funding rounds this year. We have a very clear timetable to spend these funds over a four-year period, which we've shared with the Senate on other occasions, and we're ahead of schedule. CHAIRMAN BURTON: You're ahead of schedule. So. you're a little over 10 percent with the first round. The second round will be how much? MR. FRANKLIN: It'll be a roughly equal amount. CHAIRMAN BURTON: So that's 20 percent. And then the third round, I guess, doubles that? I don't see how you get to 100 percent in four years if it's about 12 percent a year. MR. FRANKLIN: Right, well it's not -- it was 27 million. CHAIRMAN BURTON: It was 27 million, a little over 10 percent or something of 200 million. MR. FRANKLIN: Right. Rounds will vary depending on the quality of the applications, but we will get the money out in four years. We have hit all our deadlines. CHAIRMAN BURTON: That also is a crisis. MR. FRANKLIN: Absolutely. Again, on the Proposition 46 --

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CHAIRMAN BURTON: Finally something the farmers 1 2 agree on. MR. FRANKLIN: Absolutely. 3 CHAIRMAN BURTON: Senator Knight. 4 5 SENATOR KNIGHT: Thank you, Mr. Chairman. 6 During the budget process, we transferred the responsibility for the defense base conversion to the HCD. 7 Are you aware of that? I guess the question is, 8 what do you intend to do with it? 9 MR. FRANKLIN: Yes, I am aware of it. We're very 10 excited about it. I think it makes good sense. 11 We have a group within the Department that is 12 very involved in working with cities and counties on their 13 14 housing element, which is a land use planning exercise targeted at meeting housing needs. So, they work with the very folks on 15 16 the local levels who are going to be involved in base transfers. 17 We have met with the staff of Trade and Commerce, as well as the general who runs the department, and we are 18 19 actively working on the transition, and we're very excited to have him join us. 20 21 SENATOR KNIGHT: General Jeffords. 22 MR. FRANKLIN: That's right. 23 SENATOR KNIGHT: I have a bill that will probably 24 transfer it to the Agency. 25 MR. FRANKLIN: Okay. We would respect that if 26 that occurred, but if it came to the Department, we're prepared 27 and, in fact, very excited to work with him.

SENATOR KNIGHT: Very good.

1 CHAIRMAN BURTON: Senator Karnette. 2 SENATOR KARNETTE: I'm wondering about the I understand families with children is one of the 3 fastest growing segments. 4 5 What are we doing with this money to help the 6 homeless? MR. FRANKLIN: Again, I must say thank you in 7 large part to the Legislature. The homeless is a prominent 8 9 piece of Proposition 46. 10 11 of funding availability. We also are doing two rounds of Notice 12 Of Funds Availability on that. We've accelerated the funding from our prior schedules. 13 14 worse, the state has an incredible opportunity here. The funds 15 16 in Proposition 46 will fund over 30,000 beds for the homeless, which will double the availability of beds in this state for the 17 18 homeless. 19 20 Proposition 46, which is clearly our top priority, to get these funds out, get them out guickly, and to make the decisions in 21 22 doing so. 23 24 homeless? 25 26 million. And the first round was in the same range; it was 27 about 26 million.

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Like farmworkers, we have an unprecedented level And we have -- although the need is getting So, I think it is a front-and-center in CHAIRMAN BURTON: There was how much for the MR. FRANKLIN: It's also a little under 200 CHAIRMAN BURTON: So you're doing the same thing

as the other, same as the farmworkers? 1 MR. FRANKLIN: The timetable is roughly 2 equivalent. The Notice Of Funds Availability that's going to go 3 out this next round will be more on the order of 30 to 35 4 5 million. 6 But those are the increments. I mean, there is -- this is an incredible ramp-up, not only for the Department, 7 but importantly for the developers. There's an industry of 8 folks out there who build these shelters. Even if the 9 Department could put all of the Prop. 46 money available 10 tomorrow, they couldn't handle it. 11 12 CHAIRMAN BURTON: Now, the homeless money goes to 13 what, just shelters? MR. FRANKLIN: It is capital development money. 14 15 So, within Prop. 46, it's capital development. 16 CHAIRMAN BURTON: Are you familiar with Quinn 17 Cottages out here? 18 MR. FRANKLIN: Yes, I am. 19 CHAIRMAN BURTON: Could it go to something --20 MR. FRANKLIN: It could; it could. 21 CHAIRMAN BURTON: -- Quinn Cottages or PATH down 22 in L.A? 23 MR. FRANKLIN: Absolutely. 24 Another feature is what we call supportive 25 housing, which is rental housing but targeted to a specific 26 population. That population is by definition those who are at 27 risk of homelessness. 28 CHAIRMAN BURTON: So, you've got 200, and is it

1 your discretion for the various pots? I should know that. Actually Christine Minnehan, I'm sure, knows it because it was 2 3 her deal. Is it 200 just there, and you can pick or choose 4 5 Ouinn Cottages versus a shelter, versus at-risk housing, or were 6 there like percentages locked in? 7 MR. FRANKLIN: Actually, Senator, there's another 200 million that's for supportive housing. And that is rental 8 9 housing. It's apartments, which is very similar to the model 10 that Quinn Cottages pursues. 11 CHAIRMAN BURTON: I quess my question is, were 12 there percentages allocated, or is it like 200 million for 13 homeless shelters, which may include this, and then your Department makes the determination. 14 15 MR. FRANKLIN: Yeah, there are actually two different pots of money. There's one called the Emergency 16 Housing and Shelter Program. That is 200 million. And then 17 18 there's supportive --19 CHAIRMAN BURTON: And that is what kind of 20 housing? 21 MR. FRANKLIN: That is shelters. 22 CHAIRMAN BURTON: That would be like emergency 23 shelters. 24 MR. FRANKLIN: Right. And then there's 25 another --CHAIRMAN BURTON: Then you have like, quote, 26 27 "real" housing like Quinn Cottages? 28 MR. FRANKLIN: Right.

CHAIRMAN BURTON: Or PATH? 1 MR. FRANKLIN: Right. That's another 200. It's 2 separate. Separate program; separate scoring criteria that are 3 all laid out in regulations. 4 CHAIRMAN BURTON: And the problems, well, first 5 of all, your Department wasn't ready for this kind of bill 6 anyway but the problem with getting it out is, one, if you got 7 it all out tomorrow, they wouldn't know what to do with it, I 8 9 quess? MR. FRANKLIN: I think that's the real issue. 10 But we are ramping up. We are ramped up. We 11 are moving this money. And our industry is ramping up. This is 12 13 a tremendous opportunity for it. 14 CHAIRMAN BURTON: Yeah, okay, that's great. I understand your family's here? 15 16 MR. FRANKLIN: They are, yes. I would love to 17 introduce them. 18 I'm going to start with my partner, Annie Leschin, importantly is a resident of San Francisco. 19 20 Then I think the two most beautiful voters of the 21 next decade --CHAIRMAN BURTON: Well, let's not get, you 22 23 know --24. [Laughter.] 25 MR. FRANKLIN: Gracie Cushman and Moira Cushman. 26 They are my nieces from Truckee, California. 27 My sister, Beth Cushman, and my brother-in-law 28 Bob Cushman.

1 Thank you, Senator, for that opportunity. 2 CHAIRMAN BURTON: There's Christine. She could 3 have answered the questions. Are we happy with him, Christine? 4 5 MR. FRANKLIN: She, of course, credits you with 6 the job, but I know that she was --7 CHAIRMAN BURTON: I'm just an instrument of her 8 wrath. 9 [Laughter.] 10 MR. FRANKLIN: Not a good place to be, Senator. CHAIRMAN BURTON: Witnesses in support. 11 12 MR. CARTER: Mr. Chairman, Art Carter, 13 representing the International Association of Plumbing and 14 Mechanical Officials and the National Fire Protection 15 Association, in strong support. 16 You've witnessed just a few minutes ago, he's 17 obviously a very quick study, and we think he'll do an excellent 18 job. 19 MS. MINNEHAN: Mr. Chairman, Members of the 20 Committee, Western Center on Law and Poverty, Christine Minnehan 21 representing them. 22 We are in support of Mr. Franklin for this 23 He's new to the California housing group, but we have 24 thus far been impressed that he has remained laser focused on 25 our money, Senator, getting it out the door to all of these 26 programs. 27 I would mention that in the first round, 500,000 28 was granted to PATH, and the look-alikes or similar programs to

ı	the Quinn Cottages are also under consideration. So, the
ı	Department and Mr. Franklin are directing the funding sources to
	go in the direction that were fully intended by the Legislature.
	Secondly, he's also open to some of the other
	ideas that we've talked about, the next step, Senator.
	CHAIRMAN BURTON: Just one other question. Maybe
	Christine would know this or you might.
ı	Is it Quinn Cottages, I think, got a fair piece
ı	out at whichever air base. Was it McClellan or was it Mather?
ı	MS. MINNEHAN: It was Mather.
ı	CHAIRMAN BURTON: I think it was McClellan that
ı	supposedly they worked a deal and got some property set aside
ı	for them out there.
ì	MS. MINNEHAN: I'm sorry, I'm not familiar.
ı	CHAIRMAN BURTON: I guess they know what they're
ı	doing; they asked for money. That's fine.
ı	MR. FRANKLIN: I'm not familiar with that, but we
ı	will be as soon as we get the base transfer.
ı	CHAIRMAN BURTON: I know Tina Thomas knows about
•	it because she's very active in Quinn Cottages.
ı	Any witnesses in opposition?
ı	I move the nomination.
ı	SECRETARY WEBB: Senator Karnette.
ı	SENATOR KARNETTE: Aye.
ı	SECRETARY WEBB: Karnette Aye. Senator Knight.
ı	Senator Romero.
	SENATOR ROMERO: Aye.
	SECRETARY WEBB: Romero Aye. Senator Johnson.

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Senator Burton.

Senator Burton.

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universities.

CHAIRMAN BURTON: Aye.

SECRETARY WEBB: Burton Aye. Three to zero.

CHAIRMAN BURTON: Congratulations.

MR. FRANKLIN: Thank you, sir. Thank you very

CHAIRMAN BURTON: We expect the money to go out before it's taken up on the Floor.

Alice Huffman, Trustee, California State Universities.

MS. HUFFMAN: Good afternoon, Senator Burton and Members of the committee. I am Alice Huffman, and it is a privilege to ask you to allow me to serve the State of California as a Trustee.

I can briefly tell you why I want to be a Trustee. I believe in public education. I believe that it is what makes this great economy great, and it's what makes citizens great citizens of our world.

And I think that we should all probably invest more in public education. I am a product of public education. I came to California as high school dropout, and at age 37, I attended UC Berkeley, was able to graduate with honors, and I wear my Phi Beta Kappa Key on occasion for minorities when I'm trying to do recruitment and motivation, and I let them know what possibilities there are in California's public education system.

I was an EOP student, so I thoroughly and wholeheartedly endorse government intervention and support for

public education at all levels. I've had a lot of experience.

I started my career after I graduated, making less money, but I was working at a state college in Pennsylvania. I worked out at UC Davis, and of course, some of you know I was an appointee, and I've worked around the Capitol for the last few years. I won't say how many.

But I believe the experience that I've gained will stand me in good stead as I attempt to be a good Trustee, and I believe that I bring the sensitivity not only to represent disenfranchised people, but to also represent all Californians to do a good job.

SENATOR JOHNSON: Thank you.

Senator Romero.

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SENATOR ROMERO: Thank you.

When we were doing background for this particular issue, we came across an issue that I wanted to raise and see if you are aware of it, or have any perspective on it.

It deals with the Legislature's passage of Assembly Bill 540. This is the measure that dealt that nonresident tuition fees, in particular with respect to undocumented students.

It seems that while AB 540 have been implemented with respect to the tuition, that there are inconsistencies in the application, the interpretation of the regulation, campus by campus, and that some campuses are treating students who qualify under AB 540 that, in order to even be admitted to the system, there is a difference. There is a discrepancy in terms of what admissions requirements are necessary to be admitted.

Clearly, this would be discriminatory, I believe, if it is accurate.

Are you aware of this issue? Have you had any conversations with staff, CSU staff, about this issue?

MS. HUFFMAN: Yes, I had conversations with staff today. They gave me a brief overview.

I think your perception of what was going on may have been corrected, but if you want the details, Karen is available to give you the details. They're prepared to do that.

SENATOR ROMERO: Karen, could you please come forward? Thank you for stepping forward.

It is a very important issue, I believe, for all of us.

Can you let us know what the latest is in terms of looking at this discrepancy?

MS. ZAMARRIPA: Sure.

I'm Karen Yelverton Zamarripa with the California State University.

That is a correct representation of the situation, Senator.

AB 540, which we did work on for a good year-and-a-half to two years with Assembly Member Firebaugh and many others to try to address the issue of students who have been in California, attended our high schools, graduated, the bill did provide that those students would be waived from out-of-state tuition. But as a condition of signature, it did not change their residency status.

And it is a true situation that we have, at the

And there have been differences of interpretation by our 2 3 campuses. We appreciate that being called to our attention, 4 5 and we, in fact, had a conversation just this morning about a 6 memorandum that will go to the admissions officers and to the presidents that will indicate a consistent pattern to treat them 7 as residents for both purposes of tuition as well as admissions. 8 SENATOR ROMERO: Great. 9 And again, too, that does not require legislative 10 activity? 11 MS. ZAMARRIPA: That's correct. 12 13 SENATOR ROMERO: How soon will that memo go out? 14 MS. ZAMARRIPA: Well, I've seen a draft at 6:30 15 this morning. I'm certainly expecting it within a week, 16 week-and-a-half at most. The communications with the University of 17 California have also taken place to confirm our approaches are 18 19 consistent. SENATOR ROMERO: Excellent. Thank you very much. 20 21 No other questions. CHAIRMAN BURTON: Senator Knight. 22 23 SENATOR KNIGHT: No questions. 24. CHAIRMAN BURTON: Senator Karnette. 25 SENATOR KARNETTE: I'm interested in helping the 26 students who don't realize -- the same thing as with the 27 community colleges -- students who don't realize they're 28 eligible for help in one way or another. There are many grants.

CSU, higher admission standards for nonresidents than residents.

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How can the Regents, how can you help the students get that information?

Because with the fees going up, we're going to need to help the capable students. I really want that information to get out.

MS. HUFFMAN: Well, I did check with administration see what their outreach strategies are.

Right now for the current enrollment session, they're working with the students directly that have applied to make sure that they know they have opportunities, and they don't lose any of those.

For the next wave, they will doing -- they have funds for outreach. They make sure that they have the funds for outreach, and they will be getting the word out that none of the students -- as a matter of fact, none of the students who have low-income needs will be disenfranchised. And they will know that those opportunities exist for them. They have 100 percent funding for students in need.

They do have an outreach program. As I become more and more engaged as a Trustee, I intend to look at what they're doing on a general level.

There's several approaches they use. One is to go out and work with the students, and to build them up so that they're qualified, and that is qualified as outreach.

And the other is a straight pot of money to let people know about the financial aid and what to do.

So, they do have an effort there, and they are aware of the fact that with all this negative PR and the things that have been going on, that they have to make extra effort.

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SENATOR KARNETTE: I really think there are a lot of families that could have afforded CSUs in the past are going to have trouble as well.

So, I think this is really important, and I hope we can all address it, including the Legislature.

MS. HUFFMAN: Well, I did check on whether not just low-income but how middle-class families will fair under all of this problem, and I've been assured that they will still, on a need basis, on a scale, their needs will be addressed. And the administration's doing everything they can to get the word out.

SENATOR KARNETTE: Good.

CHAIRMAN BURTON: Witnesses in support?

DR. TRAVIS: My name is John Travis. I'm the President of the California Faculty Association, which represents the 22,000 faculty at the California State University.

We strongly endorse the confirmation of Ms. Alice Huffman to the Board of Trustees.

She has a life-long commitment to public education which will serve her well among her colleagues.

She also has an enviable reputation for social justice and civil rights which will help guide and shape the vision of the California State University as we come into a time of a more diverse student body of over 400,000 students presently, and a more diverse professorate.

So, we strongly endorse her. We think she would

make an excellent Trustee. 1 2 Thank you. 3 CHAIRMAN BURTON: Any witnesses in opposition? Move the nomination. 4 Senator Johnson. 5 6 SENATOR JOHNSON: Just if I may, Mr. Chairman. I guess a decent respect for the opinion of folks 8 would require me to state again for the record, I've known you 9 for many years. 10 I may very well find myself in a position in 11 January where I'll be voting to confirm your nomination. 12 But given the extraordinary circumstance of this 13 being a fixed term, and that the appointing authority may no longer be in a position to make those decisions in six weeks' 14 15 time, I intend to abstain. 16 I just wanted to state that for the record. 17 appreciate, Mr. Chairman, you allowing me to do so. 18 CHAIRMAN BURTON: Call the roll. 19 SECRETARY WEBB: Senator Karnette. 20 SENATOR KARNETTE: Aye. 21 SECRETARY WEBB: Karnette Aye. Senator Knight. 22 Senator Romero. 23 SENATOR ROMERO: Aye. 24 SECRETARY WEBB: Romero Aye. Senator Johnson. 25 Senator Burton. 26 CHAIRMAN BURTON: Aye. 27 SECRETARY WEBB: Burton Aye. Three to zero. 28 CHAIRMAN BURTON: We'll have you on the Floor

ready to go January 3rd. MS. HUFFMAN: Thank you very much. CHAIRMAN BURTON: Thank you. [Thereupon this portion of the Senate Rules Committee hearing was terminated at approximately 2:50 P.M.] --00000--

CERTIFICATE OF SHORTHAND REPORTER

I, EVELYN J. MIZAK, a Shorthand Reporter of the State

of California, do hereby certify:

That I am a disinterested person herein; that the foregoing transcript of the Senate Rules Committee hearing was

reported verbatim in shorthand by me, Evelyn J. Mizak, and thereafter transcribed into typewriting.

I further certify that I am not of counsel or attorney for any of the parties to said hearing, nor in any way interested in the outcome of said hearing.

IN WITNESS WHEREOF, I have hereunto set my hand this day of August, 2003.

EVELYN J. MIZAK Shorthand Reporter



777 12th Street, Suite 250 Sacramento, CA 95814 Melinda Guzman Moore (916)551-2906 mgm@gfsacto.com

August 14, 2003

Honorable John L. Burton California State Senate Chair, Senate Rules Committee State Capitol Building, Room 420 Sacramento, CA 95814-4900

Re:

Senate Rules Committee August 27, 2003, Confirmation Hearing

Board of Governors,

California Community Colleges

Dear Senator Burton:

I confirm the Senate Rules Committee has scheduled a hearing on my confirmation as a member of the Board of Governors of the California Community Colleges on Wednesday, August 27, 2003 at 1:30 p.m. in Room 113 of the State Capitol. In preparation for that meeting, I am pleased to provide a general overview of my goals for the Board of Governors of the California Community Colleges. I also enclose a copy of my biography and resume for your information.

Please do not hesitate to contact me should you have any questions. Otherwise, I look forward to seeing you and members of the Senate Rules Committee on August 27, 2003.

Goals for California Community Colleges

The California Community Colleges ("CCC") is the largest educational system in the world. In California, the CCC opens doors and creates opportunities for people of all walks of life to enhance careers and to create bridges into other university systems. The CCC therefore plays a significant role in shaping California's social and economic future.

Short Term Goals:

a.. Recruitment and Selection of a new Chancellor

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Honorable John L. Burton August 14, 2003 Page 2

The most immediate short term goals include selection of a new Chancellor for the California Community Colleges. The current Chancellor is scheduled to retire in January, 2004, and steps are currently underway to recruit and hire a new Chancellor. The Board of Governors convened a special hearing last month to solicit input from the community and CCC constituent groups on the criteria for selection of a new Chancellor. I believe the selection of a new Chancellor is critical to forging a new path for the system, and therefore, the selection is one of the most important decisions the Board of Governors may make in the next term.

a.. Budget Challenges

Another immediate goal is to confront the CCC budget. With continued budget cuts, the CCC must assess its needs, reevaluate its resources and create new partnerships for the CCC.

Long Term Goals:

a.. Meeting Needs of Diverse Student Populations

The CCC will continue to play a significant role in shaping California's employment force, and in bridging students from high school to four year university systems. The CCC also provides an ideal learning environment for those wishing to supplement their educational backgrounds for new workforce skills, and for learning skills missed in high school. The diverse needs of the CCC's student base will continue to present challenges and opportunities for the CCC now and in the future.

a.. Ensuring Access to All Students

California's budget challenges impact the CCC's ability to open doors for all students. Increased fees, limited internal resources, and budget cuts within campuses all threaten to impact the CCC's goal of ensuring access to all students. The CCC must continue its goals of opening doors and creating opportunities for California's diverse student population.

a.. Creating New Funding Partnerships

California's budget challenges provide opportunities for the CCC to form new partnerships with the private sector for funding, for workforce opportunities for the system's students, for research grants and other funding opportunities. I want to play a role in identifying new partnerships with corporate partners to enhance funding for the CCC. In addition, I want to assist the CCC in developing stronger relationships with other university systems, so that in partnership we can better meet the educational needs of California's student populations.

Honorable John L. Burton August 14, 2003 Page 3

Thank you for your time and consideration. I look forward to meeting you and members of the Senate Rules Committee on August 27, 2003.

Very truly yours,

MELINDA GUZMAN MOORE

MGM:des

The Honorable John Burton and Members of the Senate Rules Committee:

Thank you for the opportunity to speak before you and address the matter of my confirmation to the California Community Colleges Board of Governors.

My name is Fahari Jeffers. I am the co-founder of United Domestic Workers of America (UDW), a labor organization that represents home care workers in 29 California counties. In 1977, we responded to a call from Cesar Chavez to organize domestic workers as our life's mission for social justice. Two years later, under the tutelage of Cesar, UDW was born. UDW's mission is to improve the quality, access and reliability of home care provided to California's elderly and disabled through improved working conditions, compensation and professional standards for those who provide these services. The majority of UDW members work under the In Home Supportive Services (IHSS) program. I currently serve as General Counsel and Secretary-Treasurer of UDW. My core responsibilities include directing the financial, legislative and collective bargaining operations and managing UDW's legal affairs. UDW has an executive board of 15, a staff of 73, and a membership of 45,000 – soon to be 65,000.

On behalf of UDW I have organized workers; developed home care programs with local government officials; negotiated and administered labor contracts; developed, secured funding for and conducted **home care aide training and welfare-to-work** job programs; and operated joint labor-management projects in San Dlego, Riverside, Orange, Imperial, Kern, Tulare, Stanislaus, Nevada, Butte and Tehama Counties. I have drafted and lobbied for state legislation to create employment standards, improve service standards and program accountability, and establish the application of labor laws for the IHSS program. I have worked successfully with county, state and federal legislators of **both parties** and a range of community, business, religious and civic leaders throughout the state.

Starting a labor organization from the ground up and managing to keep it alive and thriving, is a rare occurrence in this generation. Many of the skills and attributes I believe I possess and the experiences that have shaped my abilities were formed during this process that started nearly thirty years ago, and continues today. I also attended community college and am a beneficiary of this marvelous institution. Numerous civic and community posts I have held have also provided unique opportunities to work with, learn from and contribute to people, organizations and institutions outside of labor. Most recently, my two terms of appointment on the San Diego City *Convention Center Corporation Board of Directors*, which ended with my election as President, provided a great view of how an industry, In this case the convention and visitors industry, serves as an *economic engine* for an entire region, and illustrated the responsibilities and burdens involved in making decisions that affect billions of dollars in a county's economy and affects the utilization of hotels, restaurants, entertainment venues and the jobs and quality of life for tens of thousands of people.

California's community college system is like the educational equivalent of a statewide economic engine. It is a vast institution that provides higher education and training opportunities for nearly 3 million adults every year - the

Senate Rules Committee; Confirmation of Fahari Jeffers California Community Colleges, Board of Governors

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largest post secondary education system in the *world*. Our community colleges provide fuel for California's economy by *preparing* students for 4-year colleges and universities; providing *vocational* training and development for immediate workforce entry; and offering *supplemental* training for adults of all ages in targeted skill development and specialized course completion.

Like every other institution in California our community colleges face enormous challenges brought about by a rapidly growing population, the expanding diversity of our population, and shrinking revenues.

I do not come to this position with an agenda but I do have some interests that are shaped by my beliefs, values and experiences with our education system; by an Immeasurable respect and appreciation for the mission and performance of our community college institution; by my admiration for the dedication and service exemplified by those who work in our community colleges; and by my commitment to the students whose needs I believe should drive our policies and practices. This having been said, if I could realize one dream it would be to have a home care workers training program conducted by our community colleges.

My interests are as follows:

- Securing a well-rounded leader to serve as our next Chancellor who
 possesses the skill, commitment, character and stature to take our
 community college system through this current era and ensure that we
 retain the ability to fulfill our mission and achieve proper standing as the
 largest higher education system in the world;
- Effective decision-making: every institution needs a bureaucracy but **no** institution should be led by it. Striking a balance between process and productivity is a difficult task in such a large organization but doing so is a mark of leadership and clarity of purpose.
- Good management and stabilization of resources; we probably need more funding but I recognize we won't get it any time soon, at least not from our current or traditional sources. Therefore, resource management and stewardship is key, the ability to set priorities is critical, and the vision and creativity to expand and stabilize our *funding base* is essential.

I am not an expert on our community colleges but I am a convert to their goals and mission. This institution is vital to our economy, to our education system, and to our California quality of life. Maintaining a vibrant, viable community college system is part of the decades-old pact we have made with the residents of our great state. Our community college system is both a *passageway and a destination* for millions of Californians. I share a commitment to work diligently with my colleagues on the board, with the students, faculty, staff and administrators, and with the legislature, to keep this passageway open and maintain these facilities as the harbinger of hope and progress they represent for the future of our state and our economy.

I would be honored to serve on this board and ask for your support in this confirmation process. Thank you very much.

CALIFORNIA COMMUNITY COLLEGES: CHALENGES AND OPPORTUNTIES

By: Ronald W. Wong

The Callfornia Community College System plays an important role in the higher educational system for the State of California. For many, Community Colleges offers a new beginning--a chance to learn a trade, hone basic skills, or prepare for a 4-year university. If confirmed as a Board of Governor for the California Community Colleges, I will work hard to:

Hold Costs Down: We need maintain quality education at an affordable cost. In my mind a Community College education should be free and open to anyone who wishes to enroll. However, I am acutely aware of the current fiscal crisis and limited state funds. Thus, I accept the reallty that fees had to be raised this year. Increased student fees should only be a last resort until all other options have been explored and exhausted. In the event that fees must be raised, than we must enhance student aid programs to ensure that costs are not a deterrent from any student seeking an education. Perhaps instituting a tiered student fee system whereby students who can afford to pay more do so and students can afford less pays less. Community College is an educational safety net—we cannot let students fall through this net.

Explore Other Funding Options: Given the critical mission of the Community Colleges and the current fiscal condition of the State, the Community College

system needs to explore other funding sources. We should greatly expand the work of the Community College Foundation. Build private-partnerships to tap private donations, grants and funds. Aggressively approach the alumni base and potential donors to bring in a find new revenue sources. To a great degree the Community College system must rely on itself to find new sources of revenue and become more self-sufficient.

Stress and Enhance Basic Skills: By default the Community College system falls someplace between K-12 and a 4-year university. Unfortunately, many students who enter the Community College system are not ready for 4-year university work. While some of these students may have simply been passed on In throughout their K-12 education, once they reach the Community College there is no place else to be passed to—they must be dealt with, taught and given the tools to get to the next level.

First and foremost, our Community College must provide our students with the basic writing, reading and math skills. If necessary Community Colleges should work more closely with their K-12 counterparts to ensure students have basic skills necessary to succeed.

Efficient and Creative Management: In the reality of today's tight budget we must constantly ask our managers to do more with less. This includes challenging assumptions and doing business as we have never done before.

As you know, currently the California Community Colleges is in search of a new Chancellor to manage and run the system. We need to ensure that every stone is turned to find the best-qualified person to manage the system and its diversity. Once a new Chancellor is in place we will have a good opportunity to fully evaluate the executive office of the Community Colleges and make changes as appropriate. The Legislature, Governor's office and other key stakeholders need to be an important part of the process. I for one, support a Chancellor who is comfortable and well equip to brief and seek the input and guidance of the Legislature in delivering quality education.

Manage Inclusively and Collaboratively: There are many important stakeholders in the Community College system. The Legislature, faculty, students and each of the individual campuses must work together if we are to find new resources and revenue to make our system run effectively and efficiently. While I have only attended two meetings thus far, it seems to me that many of the various stakeholders work independently of one another in their own silos.

As a Board member I will strongly encourage collaboration at all levels of the Community College system. Especially between the individual campuses and the Chancellor's office. If there needs to be Legislation to enhance or strengthen

the system than I would actively encourage structural chance to ensure that all of the parties are working together collaboratively.

As Board members and elected and appointed officials of our great State we have a responsibility to represents the constituents of our state freely, openly and to the best of our abilities. As a Board of Governors Member of the Community Colleges I feel my greatest responsibility is to the students who are fighting to better their lives and obtain and quality education.

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DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT OFFICE OF THE DIRECTOR

70 Third Street, Room, 450 amento, CA 95814 5) 445-4775 Fax (916) 324-5107 www.hcd.ca.gov



August 22, 2003

The Honorable John Burton President pro Tempore Chair, Senate Rules Committee State Capitol, Room 205 Sacramento, CA 95814

Member of the Senate Rules Committee State Capitol, Room 3063 Sacramento, CA 95814

The Honorable Ross Johnson, Vice-Chair

The Honorable Betty Karnette Member of the Senate Rules Committee State Capitol, Room 5066 Sacramento, CA 95814 The Honorable William J. Knight Member of the Senate Rules Committee State Capitol, Room 5082 Sacramento, CA 95814

The Honorable Gloria Romero Member of the Senate Rules Committee State Capitol, Room 5051 Sacramento, CA 95814

Dear Chairman and Members:

Thank you for the opportunity to highlight my priority goals for the Department of Housing and Community Development (HCD). I come into the position of HCD Director as a passionate advocate for the development of affordable, safe and accessible housing throughout the State of California. Moreover, I am equally committed to effective management and accountability for the results we set out to achieve. My priorities include the following:

1. Efficient and effective administration of funding provided through the Housing and Emergency Shelter Trust Fund Act of 2002 (Proposition 46).

The passage of Proposition 46 in November 2002 created an unprecedented opportunity for HCD and the State to address affordable housing needs. Proposition 46 provides the largest housing funding allocations in California history, a total of \$2.1 billion to support 21 new or existing programs. The vast majority of these funding dollars are dedicated to programs administered by HCD. Specific funding levels include nearly \$1 billion to support the development and rehabilitation of affordable rental housing, nearly \$200 million to support the development of homeless shelters, \$200 million for farmworker housing and approximately \$450 million for a variety of affordable homeownership programs. HCD estimates Proposition 46 funds will support the development of over 130,000 affordable housing units and create nearly 270,000 jobs.

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Our top priority during my tenure at HCD will be to ensure that the Department administers this increase in program funding and expansion in program offerings in an efficient and effective manner. This will include setting an aggressive time table for awarding funds and developing and maintaining sound internal controls to ensure good quality decisions in allocating funds.

2. Reform and improve the State's requirements for developing the local Housing Element.

HCD plays a key role in ensuring California's local jurisdictions plan adequately to meet their local housing needs by enforcing the State's requirements for developing a Housing Element. An adequate supply of affordable housing is fundamental to maintaining the strength of the California economy. The development of housing itself creates jobs, but more importantly a sufficient supply of housing is necessary to support and maintain economic growth. The process of ensuring an adequate supply of housing begins with good local land-use planning. California's Regional Housing Needs Assessment and Housing Element processes present an excellent opportunity for partnership with local governments, builders, and housing advocates to increase housing supply. Since enacted over 30 years ago, the State's Housing Element laws have done much to improve the supply of affordable housing. However, there is broad consensus that there still is more HCD and the State can do to improve and reform this process.

To facilitate a comprehensive review and reform of the Housing Element process, HCD has recently formed a working group of practitioners, builders and advocates. The working group was created with guidance and input from several members of the Legislature who have sponsored a variety of reform proposals. The group has a full schedule of planned meetings through the remainder of this calendar year and is committed to developing both legislative and administrative recommendations for reform by this December so that they may be considered in the 2004 session.

In addition to leading the working group, I am committed to providing a clearer set of guidelines and standards for the Housing Element process so that it works more effectively to remove barriers and promote housing production for all income levels in our State.

3. Ensure California is maintaining the highest standards for health and safety in residential housing development.

Under my tenure HCD will work with the State Building Standards Commission to ensure that California has the best residential building code in the nation. In the near term, this will include a timely and balanced update to the California residential building codes. Over the longer term, HCD will support local code enforcement activities.

4. Create additional housing opportunities for the homeless and those with special needs.

Our state must do a better job in reducing homelessness. As the Governor's Interagency Task Force on Homelessness reported many homeless people are products of various government

Senate Rules Committee August 22, 2003 Page three

programs. Yet too often when at-risk individuals leave systems of care they wind up homeless and back in the same systems of care, often at a far higher cost than providing housing. Study after study shows that providing housing reduces the use of a host of service programs and significantly reduces criminal justice costs. Moreover, if housing programs can link with service providers so that housing is provided at discharge we can reduce homelessness and save money. HCD will work to connect state housing bond funds to service providers who work with those at risk of homelessness such as the mentally ill, emancipated foster youth, those with substance abuse problems and veterans.

However, the demand for special needs housing does not end with the homeless. As the state's recent Olmstead implementation plan noted, the disabled have a right to live in community settings if they are capable. Many people with disabilities survive only on SSI/SSP. Not only do they need affordable housing but they need units that are accessible. HCD will work to ensure that our main bond fund program continues to give a priority to special needs projects. And beyond our funding programs, we will work closely with the disability community to create model universal design ordinances for local jurisdictions. If adopted, these ordinances will encourage greater housing accessibility and visitability.

5. Improve program management and strengthen program monitoring.

Since beginning to serve as Interim Director of HCD on May 12, 2003, I have conducted a thorough review of all Department programs and operations. The review focused on prior program performance, current capacity and, importantly, the suitability of current staffing, organization and practices for the future anticipated workload. This review indicates that the Department generally is well managed and has a strong record of prior performance. The senior leadership team is very experienced, talented and committed to their work. However, the quality of program management and administration is not consistent across all divisions. Some programs need to improve performance, including the development of program guidelines and regulations, project underwriting, and timeliness of funding processes.

Although sound program management practices always should be a priority, Proposition 46 creates a unique responsibility to voters to achieve maximum benefit from these funds for the state of California. Maintaining our management practice standards will be a challenge given the dramatic increase in program funding represented by Proposition 46. The ramp-up in program activity anticipated over the next several years also will require that HCD enhance and strengthen its program monitoring activities. As the Department funds a significantly greater number of developments, its monitoring capacity must increase accordingly.

Therefore, a priority of my administration at HCD will be to strengthen and improve program administration and monitoring practices to ensure that all programs are performing to the highest standards.

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6. Consult with Department stakeholders on a continuous basis.

A hallmark of my tenure at the Department will be an ongoing practice of listening and consulting with HCD's broad spectrum of stakeholders including housing advocates, builders, realtors, labor and business leaders, educators, and legislators. As the Department moves into a period of record program activity, it will be more important than ever that we have a thorough understanding of our stakeholders' needs and interests. Therefore, we will regularly offer opportunities for our stakeholders to provide feedback, information and ideas to the Department.

7. Enhance public access to HCD programs and services.

With more than two dozen different housing and economic development funding programs and several additional public services HCD is continually challenged to find ways to help the public understand and access the Department. If program guidelines are too confusing, funding cycles are too erratic or information is not presented clearly, then the public can become confused about what is available from HCD. Creating a more standardized method of program delivery will increase public trust and bring greater certainty to those who utilize our programs.

HCD has taken considerable strides to ensure easy access to its programs, including consolidation of several similar programs into omnibus program families and more recently the development of uniform underwriting guidelines that will apply to several housing development programs.

However, there still is much more the Department can and must do to help the public access our considerable resources. Therefore, a priority of my tenure at HCD will be to continue to identify and implement strategies for enhancing public access by bringing consistency to program guidelines, requirements and funding cycles.

8. Work with the Legislature to identify a permanent funding source for the State's affordable housing programs.

Over the longer term, I am hopeful that if HCD can successfully administer Proposition 46 program funds in an efficient and effective manner, it will demonstrate the value of identifying a permanent funding stream for State affordable housing programs.

Thank you again for the opportunity to present my goals for HCD and to appear in front of the Senate Rules Committee.

Sincerely,

Matthew O. Franklin

Director

A.C. Public Affairs, Inc

August 18, 2003

Honorable John Burton Chairman of Rules Senate Rules Committee State Capitol, Room 420 Sacramento, CA 95814

Dear Senator Burton:

It is an honor to receive the appointment from Governor Davis to serve as a Trustee of the California State University, (CSU) and I ask for your favorable confirmation.

You requested a brief statement outlining my short and long-term goals for the Board in the coming years. I begin by acknowledging that I view the role of educating the citizenry as one of the noblest functions of state government. The enterprise of higher education, once the icing is on the cake, is now essential for a productive citizen in our growing technological age. Moreover, if California is to retain its place in this world economy, it must continue to invest in all of its educational systems to ensure that it produces a well-trained and educated workforce to keep pace and excel in the world market place.

CSU is a huge system and a big enterprise. The CSU system is a vital link in California's Master Plan for Higher Education. California's effort to provide a quality education to each of its citizens requires CSU to continue to evolve into a system that offers the full spectrum of higher education opportunities as it is the institution that educates the largest number of California citizens. It must always strive to offer the best education in the state at the lowest possible cost to the students.

My short-term goals are as follows:

- 1. The creation of a stable environment for student fees to prevent the seesaw, up and down situation the university is now experiencing. Much of the volatility of fees is directly tied to the exigencies of the flow of resources to the general fund. Fees are increased and decreased based upon the condition of state funding. It seems with a steady and normalized fee structure, revenues for CSU would be more predictable and students could better plan and prepare for their educational experience.
- 2. In the creation of a stable fee structure for CSU it is my goal, as a Trustee, to keep student fees as low as possible and to ensure financial aid and scholarships are made available to those who are in need of financial support.

Alice A. Huffman President/CEO

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- 3. Encourage the administration to maintain staff at all levels, from the chancellor's office, to the Presidents, to the faculty and the classified employees that reflect the demographics of California and CSU's student body.
- 4. Bring value added to the Trustee operation, whereby we keep an environment of mutual trust and support to the Chancellor so that he can develop quality educational offerings and attract the best and most qualified faculty in the world.
- 5. To work with the Chancellor in his efforts to create and maintain relationships of trust and collaboration employee organizations and faculty.

My long-term goals are:

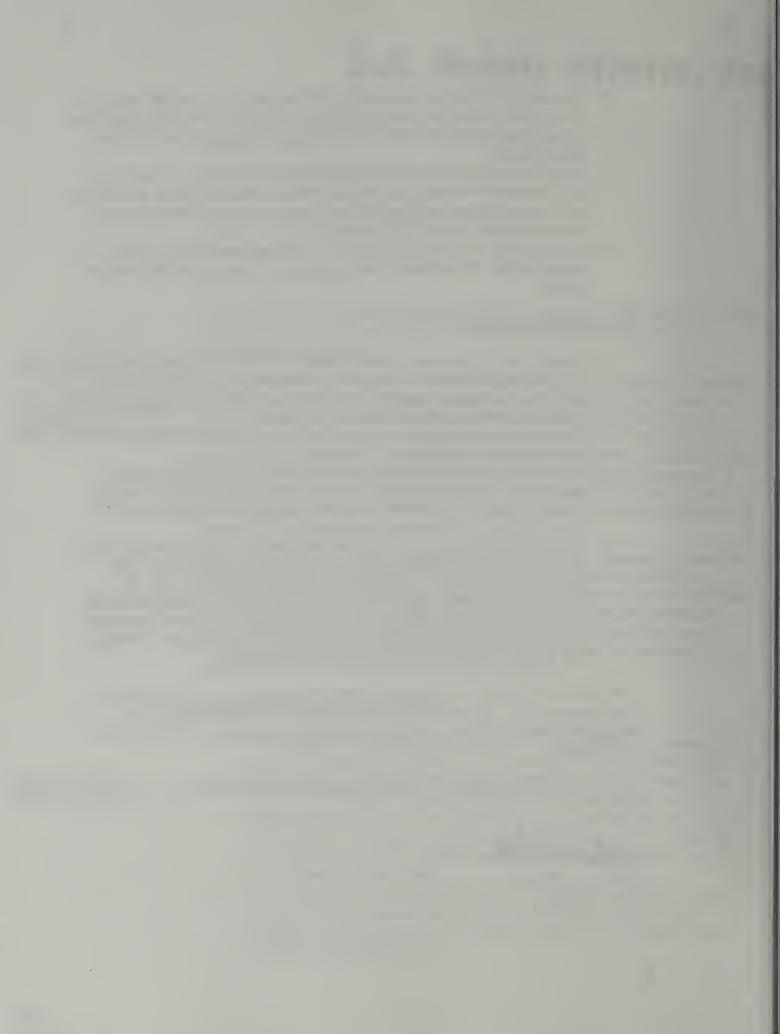
- 1. Learn the uniqueness of every campus and its offerings to improve my deliberations as a Trustee and to support fellow trustees with informed decisions regarding the implementation of campus plans as approved and prescribed by the Chancellor.
- 2. Promote the development of more campuses where needed to meet the expanding population of the state.
- 3. Work with CSU leadership and legislators to permit CSU to offer doctorates in the appropriate fields to California students. It seems unreasonable that a system as distinguished at the CSU does not have its share of doctorate programs.
- 4. Promote CSU in a manner that will increase its visibility and enhance it value to all Californians to assist in revenue development. The CSU has a great story to tell and Californians who rely upon the system as a fail-safe opportunity for their children to succeed should know it. Businesses who are the greatest beneficiaries of the system should contribute more to its trust funds and endowments. I believe this to be one of the important roles of the trustee.

I will always endeavor to ensure that minority students and personnel are well represented, I will work diligently to ensure that the integrity of the institution is not comprised and that each decision made is on behalf of all Californians.

Thank you for the opportunity to share these thoughts with you.

Sincerely.

Alice A. Huffman, CSU Trustee





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4	PETER CONATY Off Road Business Association
5	JACK D. COX, Member Unemployment Insurance Appeals Board
7 8	ANTHONY S. MOLICA, Director California State Lottery
9	THERESA A. PARKER, Executive Director California Housing Finance Agency
1	CHRISTINE MINNEHAN Western Center on Law and Poverty
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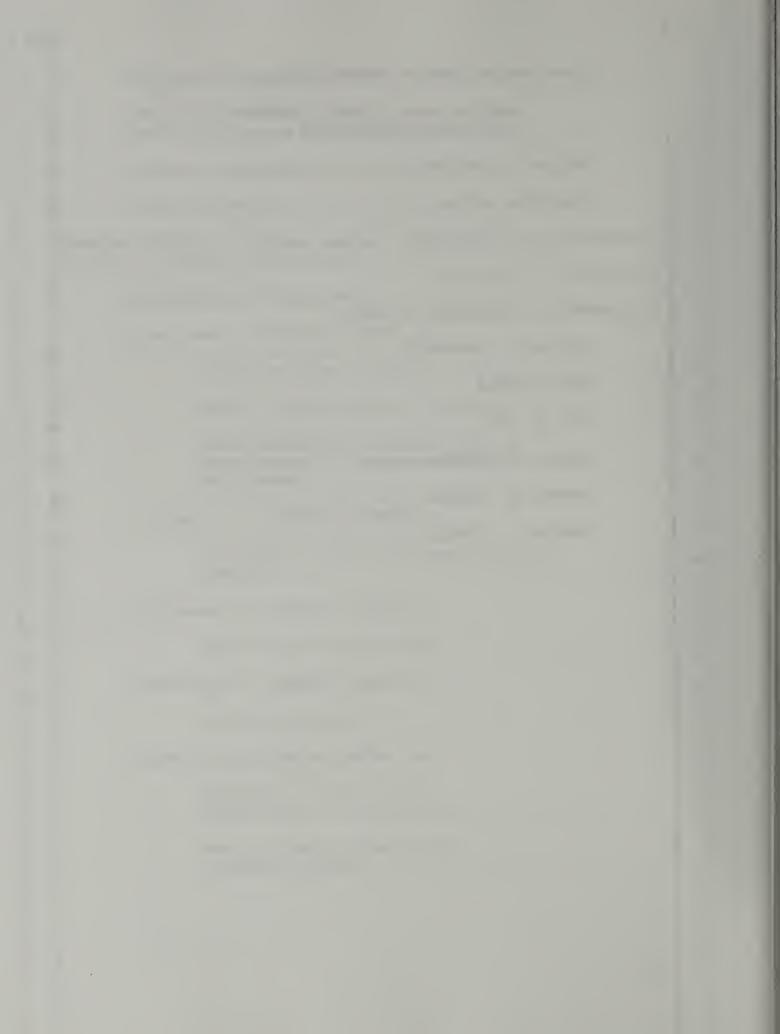
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CHAIRMAN BURTON: We will go to Senator Vasconcellos for General Jefferds, Director of the Department of General Services.

SENATOR VASCONCELLOS: Mr. Chair, Members, thank you.

Saturday at a family reunion my cousin, close cousin, Patty Stetson, asked me, "Do you remember my boss at school?" I said, "Yeah, Bill Jefferds." She said, "Yeah, he was a great guy." I said, "I'm going to introduce him on Monday to the Rules Committee."

I've known Jefferds for 40 years. He was a distinguished educator, a distinguished military man throughout the State's Guard up through general, bright, honest, noncontroversial.

In addition, I think he's an automatic approval, unless there's something I don't know about.

I won't take a lot of your time. He's a fine guy.

CHAIRMAN BURTON: General.

DR. JEFFERDS: Thank you, Mr. Chairman.

You have my written comments. I'm looking forward to this position. I think I can bring some background of experience in both the education community and military community acquisition, and I'm ready to assume that role and responsibility.

CHAIRMAN BURTON: I never thought of acquisition

as being one of the military's strongest $\ensuremath{\mathsf{--}}$

[Laughter.]

CHAIRMAN BURTON: Senator Johnson.

SENATOR JOHNSON: No questions.

CHAIRMAN BURTON: Senator Romero.

SENATOR ROMERO: No questions.

CHAIRMAN BURTON: Senator Knight.

SENATOR KNIGHT: I hate to do this. I've supported the General for a long time, but I've got to ask you a question and see what we're going to do about it.

There was a memorial placed at the Veterans
Memorial out there. I'm sure you're aware of it.

I think it was totally in appropriate, first of all, the way it was done, and secondly, the wording on the memorial.

And my concern is really what the procedures are for placing those kinds of stones, and what we're going to do about the particular one that we're questioning?

DR. JEFFERDS: Senator, I was briefed by my staff this morning.

Obviously there was some disconnect between the Department of Veterans Affairs and our office. I have asked for a meeting immediately with Secretary Johannessen to look at the process, the procedures, and to come back with a very structured environment so this would not -- the process would be corrected.

SENATOR KNIGHT: And I guess I'm questioning what we do with the particular stone that's there right now. I don't think it's in compliance with the rest of the --

DR. JEFFERDS: That's what we want to take a look
at, is how the process worked, what were the breakdowns, and
then to take a look at what the next step would be in that area.

SENATOR KNIGHT: Thank you.

That's all.

CHAIRMAN BURTON: Senator Karnette.

SENATOR KARNETTE: I'd like to know how information technology can help us keep track of what we own, and what we want to get rid of, and the surplus and such, if that will help, and how?

DR. JEFFERDS: Yes, ma'am, it will happen. What we're taking a look at is what the IT systems we have to keep track of our property, to cost accounting it, and then to see what could be surplus.

What I'd like to do is incentivize that. One of the things we found with military bases, we were not clearing excess property because there was no incentive for them. So, one of the things I want to look at with the Department of Finance is how we incentivize any of the property sales so that the end user can get some benefit. Then I think you'll see property that can go on the surplus list.

SENATOR KARNETTE: Thank you.

CHAIRMAN BURTON: One of the things that General Services is in the process of negotiating are new contracts for the Department of Corrections and the Youth Authority, which is an issue we're very interested in because basically all the calls are collect. And you could use a pay phone anywhere in the world and call almost three times cheaper.

28

We're just very interested to see that when people are calling their families, it's not used as some kind of a general fund supplement.

So, we would very much appreciate you keeping this Committee and also probably the budget subcommittees that deal with Corrections and Youth Authority, and your own budget, which I guess would be Sub 4, at least in our house, up to date on that; okay, General?

DR. JEFFERDS: Again, I had a briefing on that. There have been some reductions. I know we can achieve more of those reductions.

CHAIRMAN BURTON: Any witnesses in support? Witnesses in opposition?

Move the nomination by Colonel Knight.

SENATOR KNIGHT: Excellent choice.

CHAIRMAN BURTON: I thought so?

Call the roll.

SECRETARY WEBB: Senator Karnette.

SENATOR KARNETTE: Aye.

SECRETARY WEBB: Karnette Aye. Senator Knight.

SENATOR KNIGHT: Aye.

SECRETARY WEBB: Knight Aye. Senator Romero.

SENATOR ROMERO: Aye.

SECRETARY WEBB: Romero Aye. Senator Johnson.

SENATOR JOHNSON: Aye.

SECRETARY WEBB: Johnson Aye. Senator Burton.

CHAIRMAN BURTON: Aye.

SECRETARY WEBB: Burton Aye. Five to zero.

CHAIRMAN BURTON: Congratulations, General. 1 2 DR. JEFFERDS: Thank you. CHAIRMAN BURTON: Did you have your family here, 4 General? Would you like to introduce them? DR. JEFFERDS: Yes. My wife of 53 years. 5 MRS. JEFFERDS: Fifty-four. 6 DR. JEFFERDS: My daughter, Jenelle, who lives 7 with us, our middle daughter. Our oldest daughter is in Tacoma. 8 9 She's a former sergeant of the Guard in California. My oldest 10 daughter is a former Navy nurse. And my son, Mark, who works in 11 IT down at San Juan Marco. 12 Thank you very much for allowing that, Senator. SENATOR KNIGHT: I want you to know that's the 13 14 first mistake he's made all year. 15 [Laughter.] 16 CHAIRMAN BURTON: Ruth Coleman, Director of 17 Parks. 18 MS. COLEMAN: Thanks, Senators. I'm Ruth Coleman. I've been acting Director of 19 20 State Parks for about 18 months, and so I'm ready for this job. 21 It's something I've gotten used to at this point. 22 And it's been a real challenge with the budget, 23 but I intend to continue meeting that challenge. We are the second largest law enforcement unit in 24. 25 the state, and so we're providing real important both homeland 26 security and security in the state parks for both rural 27 California and urban California. 28 The guiding principle of State Parks is that

1 every decision we make, we consider its effect on seven generations in the future. It comes from the Iroquois Nation. 2 3 This is a guiding principle that I've been using for the past 18 months, and it's the principle that I would intend to keep using to quide me as we make decisions, as we move forward. 6 So, I appreciate your consideration today. Thank 7 you. 8 CHAIRMAN BURTON: Senator Johnson. SENATOR JOHNSON: You've been acting for how 9 10 long? 11 MS. COLEMAN: Director Areias left in January of 12 2002. 13 SENATOR JOHNSON: Another wise investment, 14 Mr. Chairman. 15 So it's a year-and-a-half? 16 MS. COLEMAN: Yes, I've been Chief Deputy all 17 this time and also Director, and I intend to keep doing both 18 jobs. 19 SENATOR JOHNSON: I just find it passing strange 20 that the Governor's in such a rush to make so many appointments 21 now, when he was apparently not in a rush before. 22 I have no questions of the nominee. 23 CHAIRMAN BURTON: Senator Romero. 24 SENATOR ROMERO: No questions. 25 CHAIRMAN BURTON: Senator Karnette. 26 SENATOR KARNETTE: Do you foresee closure of parks? 27 MS. COLEMAN: It's possible, given the impacts of 28

1 Section 4010 in the Budget Act. We're still receiving direction from Finance and 2 still working with the administration to assess the size of the 3 4 impact and how we can implement it. But it's a fairly substantial additional cut. 5 SENATOR KARNETTE: Thank you. 6 CHAIRMAN BURTON: What are the steps to implement 7 the Z'berg Park? They just a sign up, or what? 8 9 MS. COLEMAN: We would need to put up a sign. There's two large entrance signs. Each one costs \$15,000, so at 10 11 30,000, that's the equivalent of about a park aide-and-a-half. 12 So, right now we've having to -- it's the same pot as park 13 aides. It's our discretionary fund. We'll probably look for private funds. 14 15 CHAIRMAN BURTON: You can't take private funds? 16 MS. COLEMAN: To put up a sign? 17 CHAIRMAN BURTON: Yeah, I'm asking. 18 MS. COLEMAN: Yes, we can. There's no 19 prohibition. We have had other signs paid for. 20 CHAIRMAN BURTON: Find a Czech to write a check. 21 Well, let us know, and we'll figure out a way to 22 get the money. 23 MS. COLEMAN: Okay. 24. CHAIRMAN BURTON: I want to make the neighbors 25 really happy. 26 Did you have any family here with you? 27 MS. COLEMAN: No. My husband is giving a speech 28 right now, and I have a fourth grader and a six grader, and

they're both in school.

CHAIRMAN BURTON: Witnesses in support?

MS. MILLER: Mr. Chair and Members, Monica Miller representing the California State Parks Foundation as well as the California State Park Rangers Association.

We're in strong support. Ruth has just done a phenomenal job, and we would really appreciate your support of her confirmation today.

Thank you.

CHAIRMAN BURTON: Get some money into the Foundation for the Z'berg plaque, without whom there wouldn't be a park there.

MS. DINNO: Good afternoon. I'm Rachel Dinno with the Trust for Public Land.

We've had the honor of working with Ruth Coleman as she's had many hats at the Department of Parks and Recreation simultaneously and highly endorse her leadership capabilities and her commitment to protecting the state's public resources and providing recreational opportunities to Californians.

MS. LEVIN: I'm Julia Levin with the National Audubon Society and Audubon California. We also strongly support the confirmation of Ruth Coleman.

She's helped to streamline the Department of Parks, and she's really helped to emphasize parks in urban areas, and parks that benefit communities that have traditionally been underserved by State Parks, and we strongly appreciate that effort.

Thank you.

1	MR. HOUSTON: Mr. Chair and Members, Doug Houston
2	with the California Park and Recreation Society, along with the
3	East Bay Regional Park District.
4	We've had a tremendous relationship with Ms.
5	Coleman over the years. We, too, strongly endorse her
6	confirmation.
7	MR. CONATY: Pete Conaty, representing the Off
8	Road Business Association and other off road motorized
9	recreation enthusiasts.
10	CHAIRMAN BURTON: I guess you're opposing her.
11	MR. CONATY: We're in support of this nomination
12	because of the fair and balanced approach State Parks has taken
13	towards our. Recreation.
14	Thank you, sir.
15	CHAIRMAN BURTON: Thank you, Peter.
16	Witnesses in opposition?
17	Hearing none, move the nomination.
18	SECRETARY WEBB: Senator Karnette.
19	SENATOR KARNETTE: Aye.
20	SECRETARY WEBB: Karnette Aye. Senator Knight.
21	SENATOR KNIGHT: Aye.
22	SECRETARY WEBB: Knight Aye. Senator Romero.
23	SENATOR ROMERO: Aye.
24.	SECRETARY WEBB: Romero Aye. Senator Johnson.
25	SENATOR JOHNSON: Aye.
26	SECRETARY WEBB: Johnson Aye. Senator Burton.
27	CHAIRMAN BURTON: Aye.
28	SECRETARY WEBB: Burton Aye. Five to zero.

1 CHAIRMAN BURTON: Jack Cox. 2 MR. COX: Mr. Chairman, Senators. 3 SENATOR KARNETTE: Members of the Rules Committee, Jack Scott [sic] and I have known each other for how 4 5 long, Jack? 6 CHAIRMAN BURTON: How about you and Jack Cox. 7 [Laughter.] 8 SENATOR KARNETTE: Sorry. 9 MR. COX: About forty. 10 Testing my memory, Mr. Chairman. 11 SENATOR KARNETTE: For many years, okay? 12 There's one thing I know about him. He is always 13 there when you need him. If he says he's going to be at a meeting and get something done, he does. And I think that's 14 15 what I like in a person who works with and for the government 16 and for us. 17 I really think you will do a great job like 18 you've always done, and I know that for a fact, and I would 19 encourage everybody to support him. He will continue to do the 20 job that he's been doing. 21 MR. COX: Thank you. 22 CHAIRMAN BURTON: Go ahead. MR. COX: Mr. Chairman, I don't have a speech or 23 24 a detail. I've been on this job for almost three-and-a-half 25 26 years with the Unemployment Insurance Appeals Board, and have worked ever since I've been there, trying to do the best job 27

possible for a lot of people who have been unemployed. We all

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know the problems with the economy and the rest of it, that there are some minor things that we're trying to get done.

24.

And I've certainly enjoyed the work. I would appreciate your favorable consideration for continuation.

CHAIRMAN BURTON: Senator Johnson.

SENATOR JOHNSON: Thank you, Mr. Chairman.

Mr. Cox, I don't intend to vote against you today, but neither do I intend to vote for you. It has nothing to do with you, or your qualifications, or the job that you've been doing.

It's simply a recognition of the fact that we have an election in four weeks time. And at that time, we may, in four weeks time, have a new governor in California. And I've always believed that any governor has the right to name the people that he or she wants, absent an obvious disqualification. And that's certainly not the case with you.

Your appointment is not placed in any jeopardy if it weren't taken up this year. Accordingly, I intend to abstain.

I just wanted to lay that out for you, that it has nothing whatever to do with your qualifications, but rather a recognition that we may have new governor in a few weeks.

Whoever he or she is, if that's the case, ought to have the right to name whoever they will.

So, it's my intention to abstain not just on this, but on any of the term appointments, as opposed to pleasure appointments.

I wanted to tell you that.

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CHAIRMAN BURTON: And that's been Senator Johnson's and Senator Knight's policy on all of the qubernatorial appointees of recent that are for term that go beyond this. But it's, again, nothing toward any candidate.

Fortunately, you're in a position where 21 votes can confirm.

Senator Romero.

SENATOR ROMERO: No questions.

CHAIRMAN BURTON: Senator Knight.

SENATOR KNIGHT: No questions.

CHAIRMAN BURTON: Senator Karnette already spoke for herself.

With the increase in unemployment in the state, how does that affect not just the Board's workload but the staff's workload? Are they able to keep current, Jack?

MR. COX: Well, it does because you have a slight reduction in personnel, legal personnel. And the Department is, unfortunately, blessed with more unemployed people, and they're certainly not blessed being in that position.

But if there's some heavy duty or matters, I did bring along the chief legal officer to fall on the sword in case something that was wrong.

CHAIRMAN BURTON: Do you have family with you, Jack?

MR. COX: I sure do, Mr. Chairman and Committee.

I was totally surprised. I have my beautiful bride of six years with me. If she will stand up. And next to her is Mr. J. R. Solano from the Department.

1	But there is a couple there standing with a baby.
2	That is my number one son, John, and his wife Tasha, with a
3	six-month-old today baby, that I got the call on my cell phone
4	and said, "Where are you at?"
5	And I said, "I'm in Sacramento."
6	"What floor are you on?"
7	This is when I knew that somebody had tracked me
8	here.
9	CHAIRMAN BURTON: Number one meaning oldest?
10	MR. COX: Yes, sir.
11	CHAIRMAN BURTON: Having been one of three, we
12	didn't like the I was the baby so I was cool, but the middle
13	brother wasn't too cool.
14	Witnesses in support? Witnesses in opposition?
15	Move the nomination.
16	SECRETARY WEBB: Senator Karnette.
17	SENATOR KARNETTE: Aye.
18	SECRETARY WEBB: Karnette Aye. Senator Knight.
19	SENATOR KNIGHT: Aye.
20.	SECRETARY WEBB: Knight Aye. Senator Romero.
21	SENATOR ROMERO: Aye.
22	SECRETARY WEBB: Romero Aye. Senator Johnson.
23	SENATOR JOHNSON: Abstain.
24.	SENATOR KNIGHT: I'm sorry.
25	SECRETARY WEBB: Senator Knight Abstain. Senator
26	Burton.
27	CHAIRMAN BURTON: Aye.
28	SECRETARY WEBB: Burton Aye. Three to zero.

CHAIRMAN BURTON: Ayes three, noes none.

Congratulations, Jack.

MR. COX: Thank you to the Committee. Thank you very much.

CHAIRMAN BURTON: Anthony Molica. Is that the correct pronunciation, sir?

MR. MOLICA: Yes, Mr. Chairman.

Good afternoon, Chairman Burton, Committee Members.

My name is Tony Molica. Thank you for this opportunity to briefly address the Committee concerning my appointment.

I'm honored to return home to California and to the Lottery, where I was fortunate to be one of the original staff members in 1985. My recent gubernatorial appointment is supported by my 17 years of experience at the California Lottery, where I held various positions in the Sales Division, including the Director of Sales.

In June of 2002, after a nationwide search, I was appointed by Washington Governor Gary Locke as the Executive Director at the Washington Lottery. My experience as Executive Director of the Washington Lottery was critical in preparing me for the expanded responsibilities I now gladly accept in California.

In addition to my lottery experience, my background as a business owner in California for 14 years provides me an important retail and management perspective.

Lastly, 10 years as a school teacher in

California schools solidified my interest in and my dedication to supporting crucial public education programs.

Thank you for your time, and I look forward to serving the people of California as the Director of the California Lottery.

CHAIRMAN BURTON: Do you think California should

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CHAIRMAN BURTON: Do you think California should require retailers who sell lottery tickets to put a gambling addiction hotline in their stores?

MR. MOLICA: Mr. Chairman, my experience is that in Washington, it was very much proactive with the problem gambling issue in that state. I understand recently in California, there's an 800 number on the back of our tickets, and obviously would support that kind of program where retailers would actively support our problem gambling initiative.

CHAIRMAN BURTON: Senator Johnson.

SENATOR JOHNSON: No questions.

CHAIRMAN BURTON: Senator Romero.

SENATOR ROMERO: Let me ask you, there's been some talk about multi-state lotteries and other states do this.

What is your perception on this?

MR. MOLICA: Senator, my experience in Washington most recently for the last 14 months is, Washington was one of the mega-million states, participating in a game with 10 other states. It was very successful in increasing our sales and, obviously, profits to education.

So, I think that in California, it's one of the two remaining states that are not participating in one of those multi-state games, and certainly would want to do the research

appropriate to determine whether it would be the right fit for California.

SENATOR ROMERO: So, that's something that you would be doing if confirmed, is starting that research to see whether or not California might emulate such a model?

MR. MOLICA: Correct.

SENATOR ROMERO: Then my second question, what's been the impact of Indian gaming on Lottery sales and activity?

MR. MOLICA: Again, Senator, I've only been back

in California for four days. But my perspective would be that tribal gaming is one of the multitude of options that Californians have in terms of their gaming opportunities.

It appears as though the impact has been not very significant. But again, I don't think there's a lot of substantial research that's been done recently regarding that, and we certainly will be looking into that.

My experience in Washington as the Director up there, where there were a multitude of tribal gaming situations along with many casinos up there, the privately run casinos, that it didn't have a significant impact on the lottery business.

SENATOR ROMERO: Thank you.

CHAIRMAN BURTON: Senator Knight.

SENATOR KNIGHT: Thank you.

In Washington, your experience there, did they ever have any problems with selling Scratcher tickets without the appropriate top prize associated with it?

MR. MOLICA: Senator, we have a process in

1	Washington in which the game information is provided to players
2	so they know when the top prize has been sold in any particular
3	game, and we never experienced any problems with that.
4	SENATOR KNIGHT: I assume that you'll bring that
5	expertise to California and make sure that we don't do that any
6	more?
7	MR. MOLICA: I believe there's already a process
8	in place in California to make sure that doesn't happen again,
9	but certainly I'll use whatever wisdom and expertise I've gained
10	in Washington down here.
11	SENATOR KNIGHT: Thank you.
12	CHAIRMAN BURTON: Senator Karnette.
13	SENATOR KARNETTE: No questions.
14	CHAIRMAN BURTON: Call the roll on this pleasure
15	appointment.
16	Support? Opposition?
16 17	Support? Opposition? Family?
17	Family?
17 18	Family? MR. MOLICA: I'm sorry. My family is still in
17 18 19	Family? MR. MOLICA: I'm sorry. My family is still in Washington at this moment.
17 18 19 20	Family? MR. MOLICA: I'm sorry. My family is still in Washington at this moment. CHAIRMAN BURTON: Call the roll.
17 18 19 20	Family? MR. MOLICA: I'm sorry. My family is still in Washington at this moment. CHAIRMAN BURTON: Call the roll. SECRETARY WEBB: Senator Karnette.
17 18 19 20 21	Family? MR. MOLICA: I'm sorry. My family is still in Washington at this moment. CHAIRMAN BURTON: Call the roll. SECRETARY WEBB: Senator Karnette. SENATOR KARNETTE: Aye.
17 18 19 20 21 22 23	Family? MR. MOLICA: I'm sorry. My family is still in Washington at this moment. CHAIRMAN BURTON: Call the roll. SECRETARY WEBB: Senator Karnette. SENATOR KARNETTE: Aye. SECRETARY WEBB: Karnette Aye. Senator Knight.
17 18 19 20 21 22 23 24	Family? MR. MOLICA: I'm sorry. My family is still in Washington at this moment. CHAIRMAN BURTON: Call the roll. SECRETARY WEBB: Senator Karnette. SENATOR KARNETTE: Aye. SECRETARY WEBB: Karnette Aye. Senator Knight. SENATOR KNIGHT: Aye.
17 18 19 20 21 22 23 24	Family? MR. MOLICA: I'm sorry. My family is still in Washington at this moment. CHAIRMAN BURTON: Call the roll. SECRETARY WEBB: Senator Karnette. SENATOR KARNETTE: Aye. SECRETARY WEBB: Karnette Aye. Senator Knight. SENATOR KNIGHT: Aye. SECRETARY WEBB: Knight Aye. Senator Romero.

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SECRETARY WEBB: Johnson Aye. Senator Burton.

CHAIRMAN BURTON: Aye.

SECRETARY WEBB: Burton Ave. Five to zero.

CHAIRMAN BURTON: Congratulations, sir.

MR. MOLICA: Thank you very much.

CHAIRMAN BURTON: Theresa Parker, Terry

Parker.

Senators.

MS. PARKER: Good afternoon, Mr. Chairman and

I'm here today seeking your support for reappointment as the Executive Director of the California Housing Finance Agency.

I've laid my credentials of 28 years of serving the citizens of the State of California in various positions.

I'm certainly here to offer my accomplishments of my first term as the Executive Director of Cal HFA, including our multi-family lending by 273 percent, our lending to first-time home buyers of 30 percent, creating new and innovative programs to partner with localities, reinventing the Agency's mortgage insurance program, and preserving the largest single rental project west of the Mississippi, 700 units in El Rancho Verde, El Rancho Verde in San Jose.

When I appeared before you last time for confirmation to my first term, the Committee was very generous to give me the opportunity to demonstrate my ability to lead the state's affordable housing bank. In other words, you gave me the benefit of the doubt.

Today I hope I can earn your vote based on a

proven track record. 1 Thank you, mr. Chairman. 2 CHAIRMAN BURTON: Thank you. 3 You were here, I think, during Senator Johnson's 4 5 comment to Jack Cox, and as you have a term appointment, that neither Republican will be voting. 6 But again, it has nothing to do with you --7 MS. PARKER: Thank you. 8 CHAIRMAN BURTON: -- but has to do with the fact 9 that it's a term appointment with the election. 10 What, if anything, is your role with homeless 11 12 advocacy groups or things of that sort? MS. PARKER: Senator, our agency doesn't provide 13 14 any programmatic support directly for programs that serve the 15 homeless. However, we do provide funding for programs that 16 sort of keep people out of becoming homeless. 17 18 In other words, we finance special needs, 19 lending, the creation of special housing for mentally ill, disabled, people who might be very much in danger of being 20 21 homeless. CHAIRMAN BURTON: How about things like Quinn 22 23 Cottages? Are they eligible for stuff through you? Are you 24. familiar with them? 25 MS. PARKER: I am familiar with them, Senator. 26 Typically, they receive funding through the Department of 27 Housing and Community Development. 28 But we are working very much with our sister

state agency to see if there are any partnerships where their grant programs and our lending programs can be complementary.

CHAIRMAN BURTON: Thank you.

Senator Johnson.

SENATOR JOHNSON: No questions.

CHAIRMAN BURTON: Senator Romero.

SENATOR ROMERO: Thank you.

California has four state-financed housing agencies. A lot of people have said this is duplicative. There's costs involved, there's red tape.

Do we need four state agencies? And what can you tell us you would do or have done to perhaps consolidate and move forward?

MS. PARKER: Senator, actually that subject has been studied substantially. In fact, Little Hoover looked at it just as recently as about a year-and-a-half ago.

I have sister state agencies. My colleagues, I work with all of them. We essentially do different things and serve different clienteles, although we look for ways to partner; we look for ways for us to make sure that the paper work is seamless between them.

And I -- I think I would offer, really, that there's the best relationship between the California Department of Housing and Community Development, the Tax Credit Allocation Committee, the Debt Limit Allocation Committee, and the Housing Finance Agency that has ever existed.

We recognize that it shouldn't be a situation where there should be a lot of bureaucracy, but instead, people

should be able to look at government and essentially not be 1 2 having to waste their time and money by going through a bunch of 3 state agencies. So, we've worked very hard to streamline, look 4 for ways to partner in that sense to eliminate any duplication 5 we possibly can. SENATOR ROMERO: But not necessarily to 6 7 consolidate? 8 MS. PARKER: You know, the study that was done several years ago actually asked constituency groups if they 9 would like to see us essentially combined. And the resounding 10 11 response was, no; that they prefer the opportunity -- instead of there being a huge organization, to be able to go to each 12 13 individual for what they need as long as they are not in a situation where they're having to choose one program over 14 15 another program. 16 SENATOR ROMERO: Thank you. CHAIRMAN BURTON: Senator Knight. 17 18 SENATOR KNIGHT: No questions.

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CHAIRMAN BURTON: Senator Karnette.

SENATOR KARNETTE: No questions.

CHAIRMAN BURTON: Witnesses in support?

MS. MINNEHAN: Christine Minnehan, Western Center on Law and Poverty.

We've worked with the California Housing Finance Agency since its inception over two decades ago, and Ms. Parker has, without a doubt, taken the Agency forward with a quantum leap in terms of serving what we believe its original mission was, which was to increase the supply of affordable rental

housing, and to move forward with innovative programs that do prevent homelessness, or step in and provide the continuum from homelessness into permanent housing.

Secondly, Senator Romero, we worked -- Western Center was represented on the Business, Transportation and Housing Task Force that looked at the duplication between the various bodies. And there was a substantial movement forward in making sure that we were using the same documentation, the same insurance, that the eligible tenants were actually in place, ensuring that the dates were linear so that you could apply for the various funding programs.

And in fact, it has been very helpful with various programs to have the creative tension between the various agencies so you are able to accomplish the things that are better accomplished with a financing or better accomplished with a policy and/or a new innovative program.

So, we think it works to create more, and better, and more responsive housing opportunities because of having the separate agencies.

Thank you.

CHAIRMAN BURTON: Witnesses in opposition?

Do you have family here?

Move the nomination.

MS. PARKER: I was really hoping that my daughter was going to be here, but I don't think that she made it.

But I have a group of very strong women here that are in support that I consider part of my family. So, they're standing in for my daughter.

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CHAIRMAN BURTON: Call the roll. 1 SECRETARY WEBB: Senator Karnette. 2 SENATOR KARNETTE: Aye. 3 SECRETARY WEBB: Karnette Aye. Senator Knight. 4 Senator Romero. 5 SENATOR ROMERO: 6 Aye. SECRETARY WEBB: Romero Ave. Senator Johnson. 7 SENATOR JOHNSON: Abstain. 8 9 SECRETARY WEBB: Senator Burton. CHAIRMAN BURTON: 10 Aye. 11 SECRETARY WEBB: Burton Aye. Three to zero. CHAIRMAN BURTON: Congratulations. 12 13 MS. PARKER: Thank you very much, Senator. CHAIRMAN BURTON: Chuck Supple, Youthful Offender 14 15 Parole Board. 16 MR. SUPPLE: Mr. Chairman and Members of the 17 Committee, I want to thank you for the opportunity to have my 18 name considered for confirmation of my appointment to this very 19 important board. 20 I bring over 20 years of experience working in 21 the field of youth development, specifically creating 22 opportunities for young people to develop as citizens through 23 serving their community, having done that initially here in 24. California at the University of California at Berkeley, and then 25 in Washington, D.C., at the federal level for over 10 years, and 26 then back here in California, most recently serving as the head 27 of the Governor's Office on Service and Volunteerism for the

past three years, where I've been responsible for administering

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the Federal Americorps Program throughout the state.

I think that at this particular time with regard to the Board, I bring a substantial and unique background, particularly at a time when a lot of exciting changes are taking place with recent legislation that was acted that will have a tremendous impact on the California Youth Authority as well as the Youthful Offender Parole Board.

CHAIRMAN BURTON: How long have you been on the Board?

MR. SUPPLE: I have been on the Board for one week.

CHAIRMAN BURTON: So much for these questions.

You're familiar with SB 459?

MR. SUPPLE: I am.

CHAIRMAN BURTON: Would you have any idea what the Board's doing to prepare for it going into effect at all?

MR. SUPPLE: I have had the opportunity to meet with the Executive Officer as well as the Chair of the Board to tour some of the facilities, and have talked about the type of training in particular that I will be receiving, which will be substantial, having to do with just the basics of the job as well as the type of treatment, education, programs, that the wards are undertaking.

So, I look forward to being able, in particular with that respect, to the legislation, being able to learn as much as I can as formally as possible with all the responsibilities.

CHAIRMAN BURTON: One of the problems, among

others, that we've had with the Board is, they exceed their own length in state guidelines. They basically have had a history of adding time to wards who didn't meet certain program requirements when there was no space in the program for them to meet.

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I think at least Bob Presley and whoever the Director of Youth Authority is, I think, committed themselves to get rid of that kind of stupid operation.

I was just looking at your background. I believe that as member of the Board you'll be good on that, because what we hope to do with these kids, the ones that have a chance of getting back in society and not becoming hardened criminals, is make sure that they're programmed enough, and educated enough, and trained enough that they realize the error of their ways.

And I think you were here, being that you're a term appointment, but the statements of Senator Johnson and Senator Knight have made with the other term appointments holds to you as well.

Senator Johnson, any questions?

SENATOR JOHNSON: No questions, just an additional comment.

I'm just struck by the speed with which this appointment is being made in contrast to Ms. Coleman, who sat for 18 months.

But again, no reflection on you, sir. It's because of the term nature of the appointment we intend to abstain.

Thank you.

CHAIRMAN BURTON: I think he was probably replacing a vacancy, and she was replacing herself, which makes hers a little bit more standoutish, as it were, I quess.

SENATOR JOHNSON: I'm just struck by the apparent disparity, Mr. Chairman.

CHAIRMAN BURTON: The juxtaposition of one vis-a-vis the other.

Senator Romero.

SENATOR ROMERO: I believe we have a problem with CYA. I think a very serious problem in terms of how we incarcerate, conditions of parole. The effectiveness, even, to CYA in taking a look at the recidivism rate, and then taking a look at the rate by which our youth incarcerated at CYA end up at CDC.

So, I think that this Board to which you are being appointed, I believe, is a very important board, and it's one that I have critiqued consistently. And I would look forward to working with you should you be confirmed.

One of the missions, of course, of CYA is to take a look at education. It becomes an issue for parole and probation.

I have visited some of our CYA facilities. And what passes as a classroom, sometimes it's a cage. I mean, literally as large as a phone booth. A youth is provided with a handout for an hour a day, and that passes as education in California.

I finds it abominable. That's not education to me.

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How do you factor in, as a member of the Board for one week, but let's draw on your experience in going forward. What will you be looking for as a member of this Board in factoring in the significance of education in rehabilitating youth into society and not into CDC? What's your approach to education?

MR. SUPPLE: I think certainly one of the most significant responsibilities of a Board member is making a decision about whether or not the ward will be released on parole.

Much of that decision needs to be based on their having successfully completed the programs that were assigned to them. And that depends upon, in terms of being able to weigh our decision, in my mind, very much on the quality of those programs.

So, what is incumbent upon me, and one that just by principle I am driven to do, is to learn as much as I possibly can about what is currently offered, the quality of those programs, and is there a connect between their fitness for parole and having successfully completed the programs, and the quality of the program. I think there is a definite connection there.

Probably one of the most challenging educational environments, I'm certain, although obviously not having experienced it very much, a very difficult position to recruit people for and to sustain people for being teachers in that type of environment.

But the bottom line, if you cannot provide them

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an education, if they cannot read, it is not going to do us any service to have them released onto the streets, having prepared them not at all to be able to play an effective role as a citizen.

So, I am wanting very much to be able to take a look at exactly what is the quality of the education that they are being provided, and to the extent as we are making those decisions about parole or not to parole, that we can use that as an opportunity to be able to encourage and support change where quality does need to be improved.

SENATOR ROMERO: I urge you to take a look at the programs. I think we offer programs; we're program-happy.

I think the real challenge is, what's the quality of that program?

I just really urge you, as a member of the Board, to see what we can do to, perhaps, enhance the quality and not just offer the programs.

CHAIRMAN BURTON: Senator Knight.

SENATOR KNIGHT: No questions.

CHAIRMAN BURTON: Senator Karnette.

SENATOR KARNETTE: My thought goes along with Senator Romero's.

I know there are many young people that have mental concerns, mental problems. And when they come up for parole, those conditions, those mental conditions, may prevent them from doing the things they need to do, the criteria that's been set up.

I would hope that people would look at their

mental abilities as well as their attitudes, because there are 1 all kinds of extenuating circumstances. They might be a much 2 different person if they're paroled, better person. 3 I'm wondering, and I know it's difficult to 4 project, but I would hope that you would take into consideration 5 their mental ability as well as their mental condition, because 6 so many young people that get into these situations have vary 7 serious mental health problems, to put it mildly. 8 9 I'm sure you will, but that's another condition that we haven't mentioned too much. 10 CHAIRMAN BURTON: Do you have any family with 11 12 you? 13 MR. SUPPLE: Hard at work and in school. 14 CHAIRMAN BURTON: Witnesses in support? 15 Witnesses in opposition? Move the nomination. 16 17 SECRETARY WEBB: Senator Karnette. 18 SENATOR KARNETTE: Aye. SECRETARY WEBB: Karnette Aye. Senator Knight. 19 20 Senator Romero. SENATOR ROMERO: Aye. 21 22 SECRETARY WEBB: Romero Aye. Senator Johnson. 23 SENATOR JOHNSON: Abstain. 24 SECRETARY WEBB: Senator Burton. CHAIRMAN BURTON: Aye. 25 26 SECRETARY WEBB: Burton Aye. Three to zero. 27 CHAIRMAN BURTON: Congratulations. 28 MR. SUPPLE: Thank you very much.

[Thereupon this portion of the Senate Rules Committee hearing was terminated at approximately 2:45 P.M.]

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CERTIFICATE OF SHORTHAND REPORTER

I, EVELYN J. MIZAK, a Shorthand Reporter of the State

of California, do hereby certify:

That I am a disinterested person herein; that the foregoing transcript of the Senate Rules Committee hearing was

reported verbatim in shorthand by me, Evelyn J. Mizak, and

thereafter transcribed into typewriting.

I further certify that I am not of counsel or attorney for any of the parties to said hearing, nor in any way interested in the outcome of said hearing.

IN WITNESS WHEREOF, I have hereunto set my hand this day of Sextember, 2003.

EVELYN J. MIZAK Shorthand Reporter





State of California . State and Consumer Services Agency . Gray Davis, Governor

DEPARTMENT OF GENERAL SERVICES

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September 4, 2003

The Honorable Senator John Burton Chairman, Senate Rules Committee State Capitol, Room #420 Sacramento, CA 95814

Dear Senator Burton,

I welcome the opportunity to speak with you and members of the Senate Rules Committee during my confirmation hearing set for Monday, September 8 and look forward to conveying to you and the other members my knowledge, background and desire to bring about positive change in government.

As you are aware, the DGS was established to provide a number of business functions for the state, from real estate services to acquisition of goods and supplies, from the state's automotive fleet to adjudication hearings and legal review, from telecommunications to school construction. I have done all of these things in one form or another throughout my career. The goals we need to accomplish are not unique, the challenges not insurmountable, the opportunities not without precedent.

Without a doubt, we are in unique times. The fiscal challenge facing the state is without precedent. The public demands its government to recognize this, and to respond accordingly. As the state's business service provider, the DGS must rise to that challenge. I intend to establish the DGS as a leader in the business community, as an expert in the areas of services it provides. It must seek out and implement improvements in the way it does business. The DGS must become more cost-effective. Finally, as a control entity, it must continue to work closely with its partners to more effectively manage government services.

On Acquisition of Goods and Services:

As the state's business manager, I will make it a priority that the DGS becomes a true force in the purchasing arena. The state's purchasing power must be leveraged in a much more meaningful way to ensure that the taxpayers are paying the least amount of money for the highest quality of goods and services. I will work to take procurement reform to its next logical step, transforming our current practices, finding ways to improve the quality of our contracts, thereby preserving valuable state rights, and enhancing our ability to negotiate savings and truly strike the best deal for the state. Throughout the process, DGS will continue to forge meaningful partnerships with business leaders which I believe will in turn lead to a more competitive marketplace.

On Small Business Goals:

DGS can and should continue to create opportunities for small businesses to compete for government contract dollars. Small businesses make up nearly 98% of all businesses in California. It is imperative that we keep these businesses viable. The state's most recent small business participation rate was an all-time high of 30.18 percent. As you know, the Governor has established a 25 percent participation rate. I plan to pursue this goal even in these tough economic times. Last month, DGS hit a significant milestone of 13,000 small businesses certified; however, there are over 6,000,000 small businesses statewide and I intend to continue the tremendous job of outreach that has been promoted by this Administration.

On Disabled Veterans Goals:

DGS has significantly increased the number of certified disabled veteran businesses to just over 1,000. According to a recent Bureau of State Audits report, there are over 11,000 disabled veterans in California. We need to do a better job as our veterans deserve nothing less. As you can imagine, this is an issue close to my heart. I will work directly with Secretary Johannessen at Veterans Affairs to accomplish this. On a related note, the state is severely deficient in the number of beds for its aging and disabled military population. I will also lead DGS staff to expedite the construction of the three new veterans homes authorized in recent legislation. Finally, I was pleased to learn that the DGS sponsored AB 669 (Cohn) and worked closely with Senator Machado on SB 1008 to improve the disabled veterans business enterprise program and I will continue to support these efforts.

On School Construction Goals:

The DGS plays a key role in the approval of design plans and construction dollars for every K-12 school district in California. It has already risen to the challenge of disseminating an unprecedented amount of authorized bond funds to local school districts for badly needed new and modernized facilities. As a superintendent of schools for many years, I have participated at the local level in partnering with the state to modernize and construct school facilities. And now, working closely with the State Architect, I will encourage greater collaborative efforts, including consideration of joint-use opportunities for maximum utilization of school sites. Throughout this process, I will make certain that these funds are well-spent on quality school facilities that provide ideal learning environments for our children.

On Access Compliance Issues:

The DGS' State Architect and Real Estate Services Division have been a force for change in the area of access compliance, leading the design and building industry towards acceptance of the principles of universal access for all people, whether they are disabled, elderly, or children. As the Director of DGS, I will continue support of these efforts and will help lead our fellow state agencies and even our private sector partners into a new era of access compliance.

On Environmental Issues:

California is a state whose beautiful landscapes are known and admired throughout the world. The DGS plays a critical role in many areas of its operation in providing for the ongoing protection and preservation of our environment. Its Energy Management and Real Estate divisions are and will continue to be key players in state conservation measures and in designing new state facilities with less reliance on traditional energy consumption features. DGS's Fleet division provides technical support and administrative direction on important vehicle purchasing policies that will provide the state with high fuel efficiency transportation

systems. The DGS will remain at the forefront of building sustainable designs that reuse rather than waste precious resources and environmentally preferable purchasing models. These progressive efforts will serve the state well in the future and will provide a valuable leadership model for our private sector counterparts to emulate. As Director, I will ensure these efforts serve as the basis for all of our activities.

On Public Safety Issues:

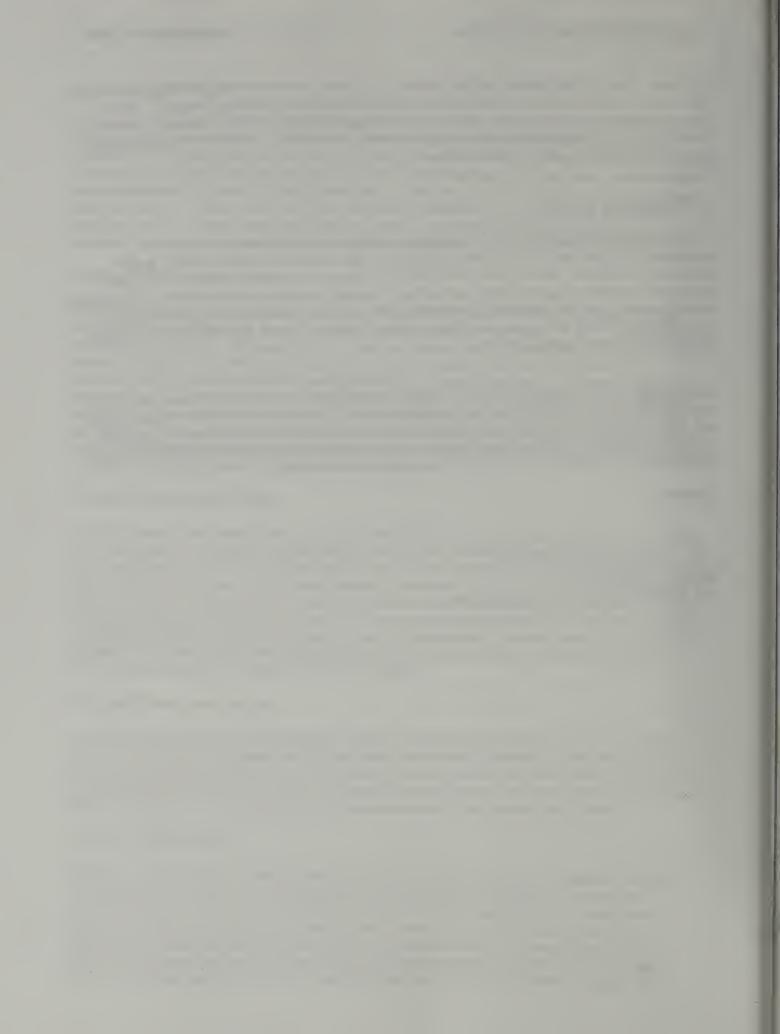
As the Senior Military Advisor to the Governor, matters of Public Safety have been of paramount concern and I have worked diligently in this capacity to make California a safe haven for its citizens. As the Director of DGS, this focus is no less of a concern. The vast telecommunications responsibilities we oversee, including providing enhanced 911 services and interoperable radios for state and local public safety agencies, is a primary objective for this department and I will work to ensure that we deploy the most recent and effective technology for this critical government function.

I am hopeful that you and the members of the Senate Rules Committee find these goals to be important ones for the Department of General Services. Of course, as I become more familiar with the duties of the Director, I am certain other areas of operations will prove to be equally important and worthy of dedicated attention. I commit to you that I will work diligently on those as well and look forward to a successful tenure in my new capacity.

Sincerely,

William J. Jefferds, Ed.D.

Director, Department of General Services



Statement by Ruth Coleman Director, California State Parks

I am proud to have served for the past 18 months as Acting Director of California State Parks, proud of the confidence Governor Davis has placed in me by appointing me Director and anxious to rededicate myself to the issues and opportunities in our great State Park system.

I come to this job with many goals, both short and long-term, but foremost is continuing to manage the fiscal challenges facing this Department. In the face of dwindling revenues, we have done our best to keep our system operating at as normal levels as possible. There is a long tradition at State Parks of stretching dollars, and a strong commitment to the public we serve. I will continue that tradition.

Having said that, the Department must prepare for the future of California, and the millions more citizens who will be part of it, by seeking out opportunities to expand the State Park System and continuing to emphasize its relevancy to California's many visitors and diverse cultural groups. We are identifying areas in California with less than adequate park lands and facilities in order to meet the needs of California's future population, expected to grow by 10 million people over the next 20 years. The efforts of this Administration have been exceptional, but there remain remnants of California's landscape critical to the future of its State Park System, including natural, cultural and historic sections of the Great Central Valley.

The stewardship efforts we make today will help ensure that the residents of California's more urbanized future will have quality access to open space, opportunities to learn about their past, sanctuaries in which they may rejuvenate themselves in a healthy and safe environment and opportunities for recreational pursuits, whether that be a quiet hike through a Sierra meadow or a thrilling ride at one of our off-highway vehicle parks.

State Parks is known for its beautiful landscapes, its recreational facilities and its ocean views. But it also much more, California State Parks is committed to preserving the diversity and antiquity of human experience in California. Understanding this rich historical legacy gives our citizens a sense of place and continuity in the modern world. It is our goal to provide inspiration and leadership in acquiring and managing cultural resources that represent California's rich history and diverse population. We pursue this quest on many fronts.

We have been conducting a series of task force meetings with Indian representatives and others focused on developing a vision and plan for a new California Indian Cultural Center and Museum in California. State Parks also is acquiring a major section of the Southern Immigrant Trail in eastern San Diego County with the acquisition of the Vallecitos Ranch and its addition to Anza-Borrego Desert State Park. My Department is working with Federal and State agencies to preserve the largest of the Internment Camps in California at Tule Lake, where we hope to acquire the core site and

tell this important story. And in partnership with the National Park Service, we are considering creation of a state historic park in the Central Valley to tell the story of Cesar Chavez.

State Parks must do its best to maintain the services it provides to the millions of Californians who have come to depend on the system's natural resources for their physical, emotional and economic wellbeing. We must identify the most critical wildland habitat for increased connectivity, stewardship and attention, and give high priority to the most important areas that link these key state parks to other protected lands. We must ensure the maintenance of the natural features of our parks, as well as the public facilities and infrastructure. And we must identify the most invasive, exotic species so that they can be mitigated or removed effectively.

About 85 million people visit California State Parks each year and our Department plays a significant role in ensuring public safety for our visitors. Rangers and lifeguards provide not only law enforcement and aquatic rescue services but they also provide public education through interpretation. They also provide critical liaison with allied agencies, emergency services, and the Homeland Security. This remains a top priority of my Department, and for me as Director.

California State Parks, by serving as a leader in providing bond funding and technical assistance to local and regional park and recreation entities, California State Parks will help promote the benefits of parks to the citizenry, and will use all tools necessary to reach all Californians in this effort. Whether it be video-conferencing allowing fourth-graders in Los Angeles the chance to "visit" the gold fields of Northern California, recreational programs at local urban parks, or junior ranger programs in the High Sierra, California State Parks will continue to play a key role in the lives of all Californians and park visitors.

The people of California have shown strong support for continued acquisition of park and open space, maintenance of our existing park facilities and development of local park facilities. In the last three years they have approved two bond measures providing nearly \$5 billion for such purposes. Many of these programs fall under my department. We continue to identify land in the state that is most critical for acquisition as public park land, and work closely with local agencies on projects benefiting communities around California.

We have undertaken major projects in the state with the help of bond funds, including renovations this summer at popular campgrounds like Donner Memorial State Park, New Brighton State Beach in Santa Cruz and Morro Bay State Park. We are continuing our restoration efforts at our state historic park at Allensworth, the only California town to be founded, financed and governed by African Americans, and have undertaken the complete rehabilitation of the historic district of Crystal Cove State Historic Park.

As you know, bond funds are separate from the General Fund so are not affected by the economic slowdown. Still, some question why we continue to acquire park land when we are challenged just to maintain what we have.

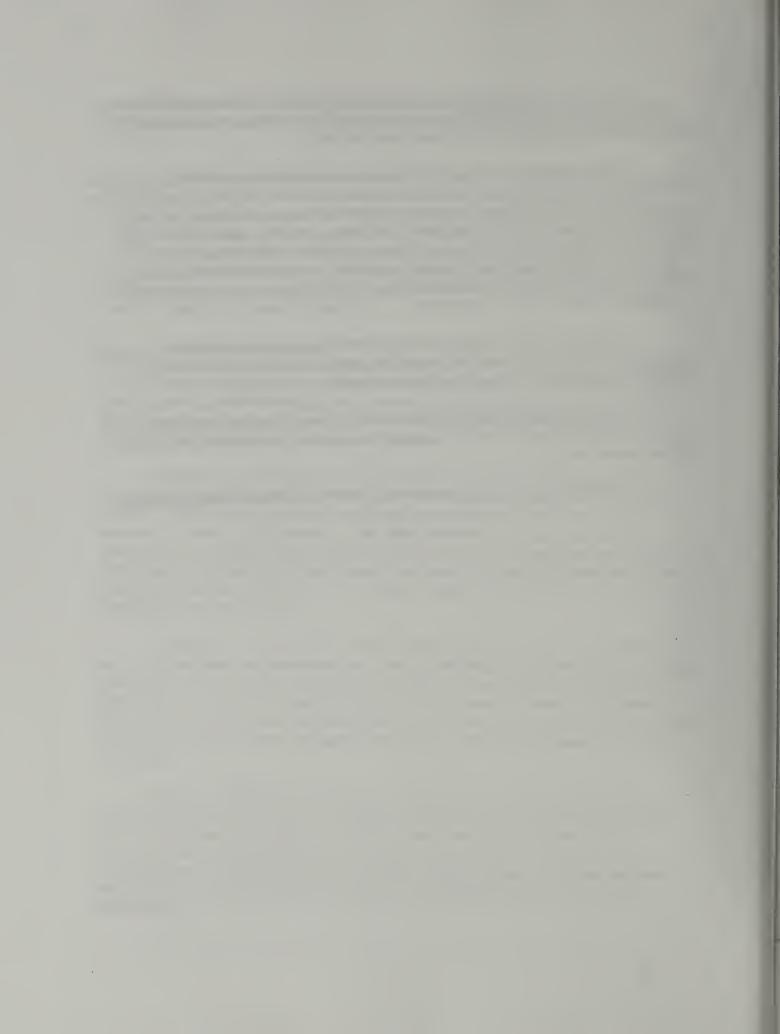
These sentiments are not new. Throughout it's history, California State Parks has sometimes faced pressure to go slow in its mission to preserve and protect the natural and cultural resources of this state. Had we heeded that advice pressure during the Great Depression, we would not have acquired Point Lobos, where our State Reserve today features one of the richest underwater habitats in the world, and provides home to thousands of seabirds and other wildlife. Even during those dark economic times of the Depression, our state's leaders understood that, as Will Rogers put it, "Invest in land because they ain't making any more of it."

Toward that end, for instance, we soon hope to announce an agreement to acquire property in the Sutter Buttes and create the first state park ever in Sutter County, highlighting this unique geographical feature of the Sacramento Valley.

At California State Parks, we have a motto borrowed from the Iroquois nation. It says, "In every deliberation, we must consider the impact of our decisions on the next seven generations."

At State Parks, we dedicate ourselves and our work to these future generations.

#





CALIFORNIA UNEMPLOYMENT INSURANCE APPEALS BOARD

P Q. Box 944275 Secremento, California 94244-2750 (916) 263-8763



State of California/ Labor and Workforce Development Agency

Jack D. Cox Board Member Gray Davis Governor

September 3, 2003

The Honorable John Burton, Chair Senate Rules Committee State Capitol Sacramento, California 95814

Dear Senator Burton:

Thank you for the opportunity to share with you my goals for the California Unemployment Insurance Appeals Board (CUIAB).

During my last four years on the CUIAB, I am proud to state that the other Board members and I have been able to meet all federally mandated time requirements for unemployment compensation benefit decisions, issuing an average of 15,000 decisions each year. Timeliness is critical in these cases, as unemployment compensation provides a safety net for the subsistence of individuals who are unemployed through no fault of their own, until they can secure new employment.

The most important goal during my next term is to continue the issuance of timely and accurate decisions. In addition, I want the CUIAB to maintain, and to expand where conditions warrant, its many points of service for the benefit of the parties who appear before its Administrative Law Judges. Finally, accessibility for people with limited English proficiency needs to be consistently enhanced, so that all parties are accorded the highest level of due process in the legal proceedings of the CUIAB.

I look forward to the confirmation proceeding on September 8. Please do not hesitate to contact me should you require any additional information prior to that proceeding.

Sincerely.

Jack D. Cox



ANTHONY S. MOLICA

DIRECTOR CALIFORNIA LOTTERY STATE OF CALIFORNIA

I look forward to applying my strong lottery experience which spans over 17 years under the Deukmejian, Wilson and Davis administrations to the California Lottery. My experience as a business owner in California for 14 years provided an important retail and management background. Also, 10 years as a teacher, coach, and athletic director in California schools solidified my interest in, and dedication to, supporting crucial public education programs.

My experience as Executive Director of the Washington Lottery for the past 14 months has been essential in preparing me for the expanded responsibilities I assume in overseeing the business of one of the largest lotteries in the world. The following are my short and long term goals that will help guide the Lottery in implementing its mission of providing supplemental funding to public education.

Short Term Goals

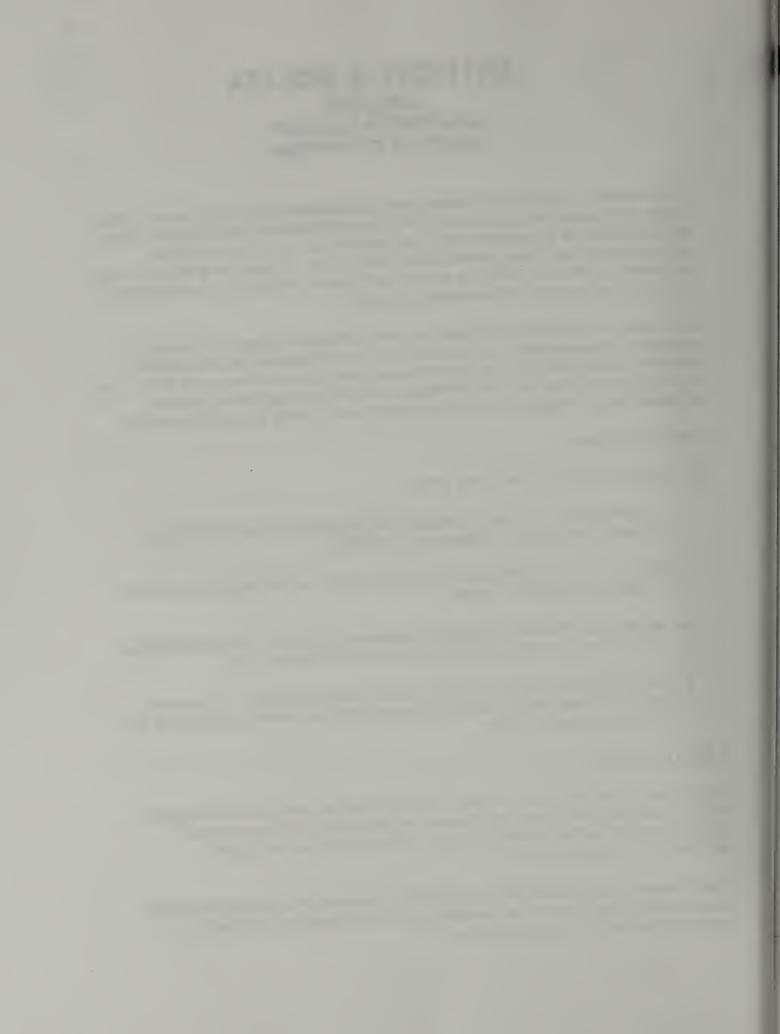
My short term goals for the Lottery are to:

- implement the new gaming system with its state-of-the-art technology, allowing the Lottery to operate more efficiently;
- strengthen our partnerships with policy makers, so that they can assist the Lottery in achieving its goals;
- enhance our Problem Gambling Awareness Program to provide assistance to individuals with gambling problems and their families; and
- ensure that we honor the public's trust by ensuring integrity, responsible leadership, and ethical business practices with our players, employees and various business partners.

Long Term Goals

My long term goals for the Lottery are to increase profits, lower costs, strengthen our technology infrastructure, and develop creative information and product distribution systems that translate to higher Lottery sales and increased contributions to public education.

I look forward to leading the California Lottery in successfully implementing these short and long term goals while maintaining our commitment of contributing supplemental funds to public education.



State of California

Cal HFA [™] California Housing Finance Agency

September 3, 2003

Clark Wallace

Theresa A. Parker Executive Director

Nettie Sabelhaus Appointments Director Senate Rules Committee State Capitol, Room 420 Sacramento CA 95814

Dear Nettie,

By way of this letter, I am transmitting the information requested by the Senate Rules Committee in consideration of my confirmation hearing for appointment as Executive Director of the California Housing Finance Agency (CalHFA). In response to the Committee's request for a list of my goals and objectives, in the short and long term, the following is provided:

- Continue to expedite the allocation of resources under the Prop 46 housing bond for the preservation of multifamily rental housing, mortgage insurance programs and downpayment assistance for first-time homebuyers in California.
- Implement the 2003-04 to 2007-08 CalHFA Business Plan, which includes Agency-wide production goals of \$12.5 billion over the five-year period. Specific goals include housing production of \$2.2 billion for multifamily, \$6.8 billion for homeownership and \$3.5 billion for mortgage insurance.
- Continue to work on a housing program partnership with the University of California to develop affordable student housing at various campuses throughout the state.
- Develop financing criteria and public policy objectives for the sale of CalHFA's six Real Estate Owned (REO) properties.
- Work with affordable housing stakeholders to achieve legislation at the federal level which would allow CalHFA to recycle approximately \$500 million annually of mortgage loan authority which under current federal law is required to be immediately used for repayments of original outstanding bonds.
- Continue to improve and streamline the application and approval process for our customer base with our statewide network of over 50 lenders and their 500 loan offices statewide.

SEP 0 3 2003

Nettie Sabelhaus September 3, 2003 Page Two

In addition to my goals and objectives as stated above, I've also included a copy of my Statement of Economic Interests Form 700, a recent resume and my Authorization for Release of Information.

I look forward to presenting my qualifications before the Committee on Monday, September 8th. Please let me know if you need any further information or if you have any questions. I can be reached at 916.324.4638.

Sincerely,

Theresa A. Parker

Therese A Parke

Executive Director

CHUCK SUPPLE'S STATEMENT OF GOALS FOR YOUTHFUL OFFENDER PAROLE BOARD

As a member of California's Youthful Offender Parole Board, I will bring over twenty years professional experience in the field of youth service, working at the local, state and national levels. While I am new to the specific field of incarcerated youth, my extensive management and programmatic background in related areas of youth development and education will add value to my role and contribution to the Board.

My experience has given me a strong belief in the inherent worth of all young people and their potential for playing meaningful roles and making important contributions to society. We have the responsibility to protect the public from young people who have committed offensives such as those who are wards of the California Youth Authority, while at the same time we the opportunity to build upon their assets as individuals with the potential to be resources to our communities.

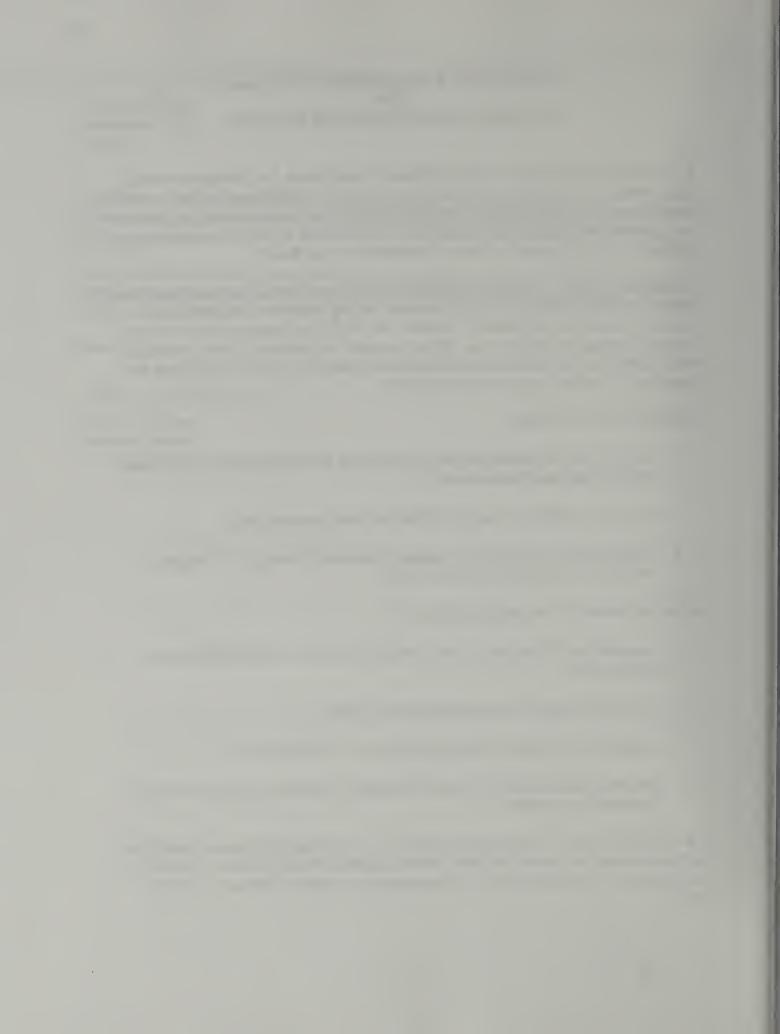
In the near term I will seek to:

- learn as much as possible about the work of the Youthful Offender Parole Board and the California Youth Authority;
- work hard to fulfill my responsibilities as a Board member; and
- develop strong and productive working relationships among my colleagues, associates, and those with shared interests.

In the long term and on an ongoing basis I will:

- be mindful of the California Youth Authority's mission of rehabilitation and public safety;
- give fair and objective consideration of each ward;
- continually learn about the latest developments in the field; and
- seek.ways that my experience and relationships can assist with enhancement and innovation of programs.

It is with humility that I consider and approach the serious responsibilities and significant challenges facing the work of the Board and the California Youth Authority. However, I will be eager to learn and be mindful of opportunities to make a difference during my tenure.





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APPEARANCES MEMBERS PRESENT SENATOR JOHN BURTON, Chair 3 SENATOR ROSS JOHNSON, Vice Chair 4 SENATOR BETTY KARNETTE 5 SENATOR WILLIAM KNIGHT 6 SENATOR GLORIA ROMERO 7 STAFF PRESENT 8 GREG SCHMIDT, Executive Officer 9 PAT WEBB, Committee Secretary 10 NETTIE SABELHAUS, Consultant on Governor's Appointments 11 12 SUSIE SWATT, Consultant to SENATOR JOHNSON 13 TIM SHELLEY, Consultant to SENATOR KARNETTE 14 CHRIS BURNS, Consultant to SENATOR KNIGHT 15 CARY RUDMAN, Consultant to SENATOR ROMERO 16 ALSO PRESENT 17 DOLORES C. HUERTA, Member 18 The Regents of the University of California 19 TOM RANKIN California Labor Federation, AFL-CIO 20 21 MARK SCHACHT CRLA Foundation 23 FRANCISCO ESTRADA 23 MALDEF 24 SAL ALVAREZ, Deacon 25 California LULAC 20 HERMAN GALLEGOS, Trustee Emeritus

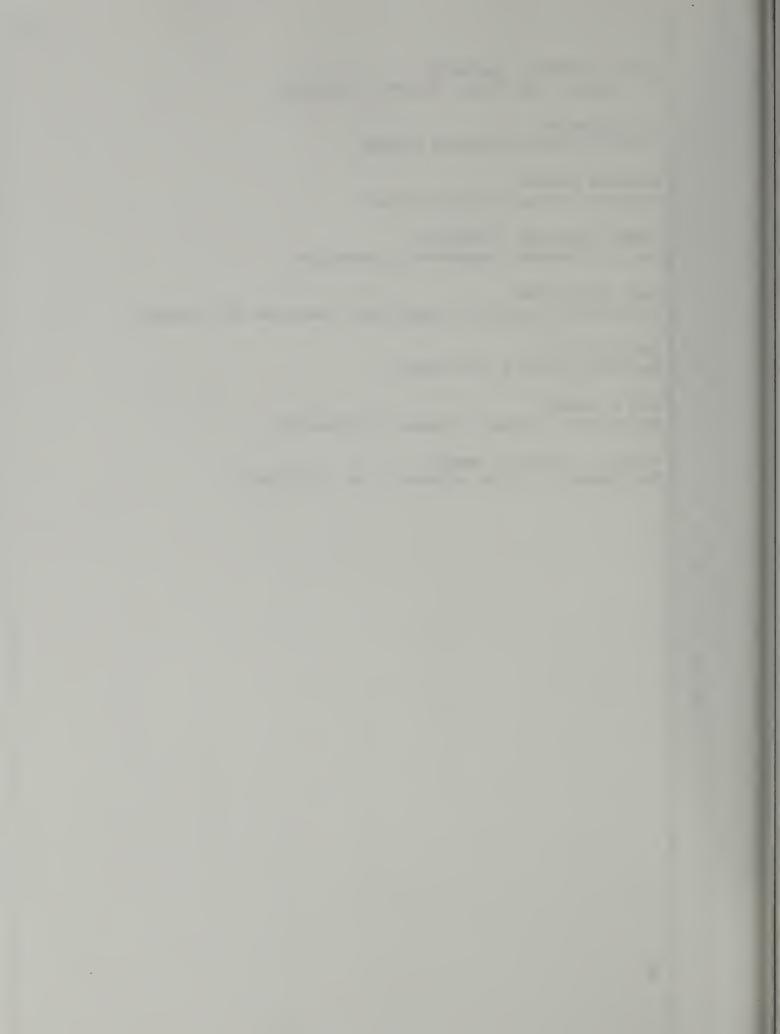
National Council of La Raza

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3	JIM GONZALEZ United Domestic Workers AFSCME
4	WILLIAM POWERS Congress of California Seniors
6	JAMES GARRISON, President Pacific Federal Insurance Corporation
8	CARL BRAKENSIEK California Society of Industrial Medicine and Surgery
9	PATRICIA DIAZ National Council of La Raza
11 12	ROY M. PEREZ California Hispanic Chamber of Commerce
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CHAIRMAN BURTON: Governor's appointees required to appear today, Regent of the University, Dolores Huerta.

Dolores, welcome.

MS. HUERTA: Thank you.

CHAIRMAN BURTON: Senator Romero.

SENATOR ROMERO: Good morning.

It's my extreme honor to be able to introduce a woman who really needs no introduction. She's a friend and ally, a mujer, Dolores Huerta.

I must tell you that as a college student, as a high school student, this woman inspired me. She had a very simple message of, "Si, se puede," that she has never forgotten, that I have never forgotten. And when I saw her not too long ago in South Central Los Angeles, when an elementary school was being named after her, the Dolores Huerta Elementary School, I saw the faces of school children -- black, latino, white -- from very low incomes, and they were receiving the same message of, "Si, se puede," that I had received from Dolores.

She is somebody who has dedicated her life of moving children out of the fields and into and onto the college campuses.

I think she will be a remarkable Regent. Governor Gray Davis referred to her last year as his conscience. I believe that she will become the conscience of the University of California and truly a Regent for all students.

So, it's my honor to introduce her today, and to



ask you to confirm her nomination as a UC Regent.

Thank you.

MS. HUERTA: Thank you very much, Senator Romero.

I feel truly honored to receive this nomination.

I hope what I would bring to the Board of Regents would be my experience in working with working people, with communities, not only migrant communities, all of the working poor, of course also with women's organizations, and of course many students.

California and all over the United States. And of course one of the things that I would hope is that we can, of course, increase the diversity of our campuses, not only on the student level, but on the faculty, the administration level; that we can bring this message of social justice which is one, of course, that myself and Cesar Chavez worked for our entire lives; and also to continue the excellent work that the University is doing, because we know that the University of California is a model not only for the Cal system, and for all of the California schools, but also for the United States -- the State of California and the United States of America as one of the most prestigious universities that there is, not only in terms of the teaching, but also in terms of the research.

We know that California is the fifth largest economy in the world, and that the research facilities of the University of the California are extremely important in terms of determining what the future of our state and what our country will be.

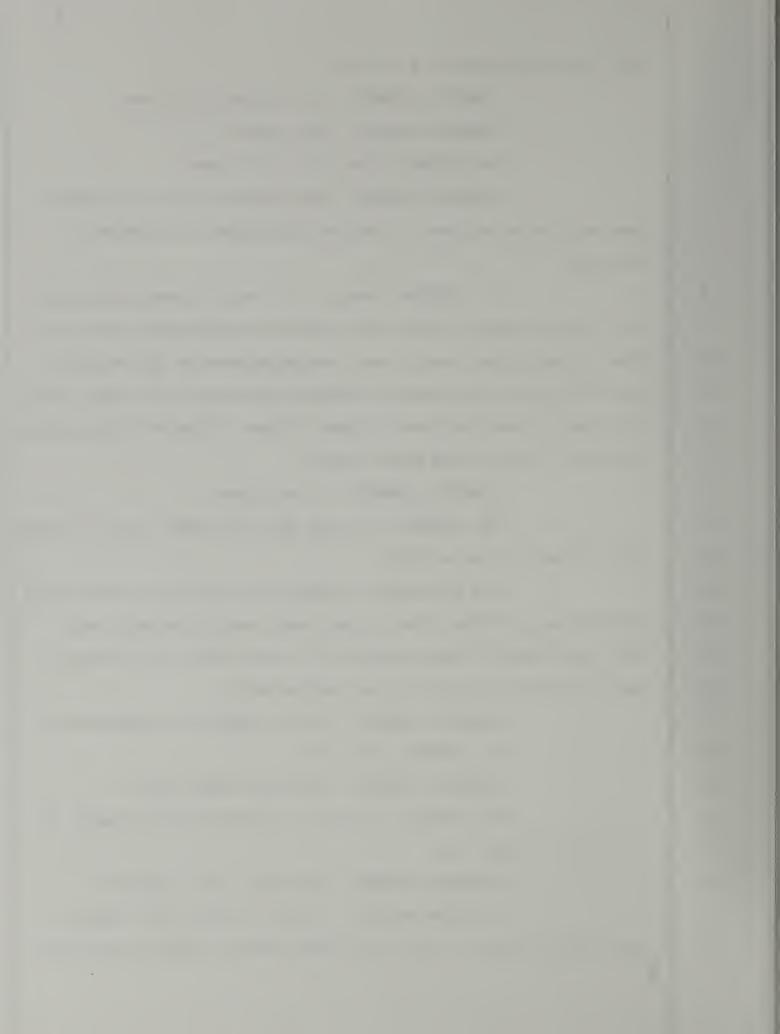
So, I am very grateful for the nomination, and I



would hopefully ask for the confirmation. 1 2 Thank you. 3 CHAIRMAN BURTON: Senator Johnson. 4 SENATOR JOHNSON: Yes. 5 I know this must be a very proud day for you. 6 MS. HUERTA: It is. 7 SENATOR JOHNSON: And for your many friends and 8 admirers. 9 And I don't mean to detract from that, but I feel 10 constrained to tell you, it has nothing whatever to do with your 11 nomination, but the extraordinary circumstances surrounding the 12 fact that we have this recall election going on, and we may have 13 a new governor in four weeks' time. 14 I've always been of the belief that any governor 15 should have the right to put in place the folks that he or she 16 chooses. 17 So, I intend to abstain. 18 And I felt constrained to tell you why, and to 19 emphasize it has nothing whatever to do with you or your 20 qualifications. I have, though, Mr. Chairman, just one question, 21 22 if I could. 23 When did the Governor or the Governor's Office 24 contact you about this appointment? Or, when did you first make 25 the Governor or his office aware of your interest in serving on 26 the Board of Regents? 27 MS. HUERTA: I received the call -- things have happened so fast -- it was Tuesday afternoon that I received the 28



call from the Governor's Office. 1 2 SENATOR JOHNSON: And before that, had --SENATOR KNIGHT: This week? 3 MS. HUERTA: Yes, sir, this week. 4 5 SENATOR JOHNSON: And prior to that, had there been any conversations, or had you indicated an interest in 6 serving? 8 MS. HUERTA: Well, it's one of those things that 9 you kind of dream of, but it's like that unattainable star, you Every time I would see a new appointee to the Regents, 10 11 and of course, having been at Regents meetings in the past, and, 12 you know, it was just one of those things. Kind of like winning 13 the Lotto, do you know what I mean? 14 SENATOR JOHNSON: I do indeed. 15 MS. HUERTA: It's so far out there, like you wish 16 upon a star kind of a thing. 17 And of course, I think that all of us know what a 18 prestigious position this is, and every one of us would say, "Oh, wow, wouldn't that be great if I could be," but you know, 19 20 again, you would think it's so unattainable. 21 SENATOR JOHNSON: But no specific conversation. 22 MS. HUERTA: No, sir. 23 SENATOR JOHNSON: Thank you very much. 24 MS. HUERTA: In fact, I haven't had a chance to 25 thank the Governor yet. Thank you, Mr. Chairman. 26 SENATOR JOHNSON: CHAIRMAN BURTON: I want to say, and I should 27 have said it earlier, that it's been Senator Johnson's and the 28



1 Republicans' position on all term appointments to abstain from confirmation until the issues can be reviewed after the recall 2 election, either up, down, or sideways. So, it does have 3 4 nothing with you, or the next nominee, or anyone. 5 It's a position where, were things reversed, it's 6 a position that I believe that the Democrats would take if a 7 Republican was going through this. 8 So, it's got nothing to do with you, Dolores and 9 Mr. Pattiz. 10 I'd like to welcome Martha Escutia. 11 I would imagine you've made your comments. 12 Senator Knight. 13 SENATOR KNIGHT: No questions. 14 CHAIRMAN BURTON: Senator Karnette. 15 SENATOR KARNETTE: I'd like to say, I'm really glad to see you here. I feel like at last there's somebody 16 17 there with whom I can relate on the Board of Regents. It's not 18 that I couldn't talk to the others, but you're somebody I've 19 known so long, and I'll be calling you just to talk, because I 20 feel like you'll tell me what it's really like, and I think you 21 represent how I feel. If I were applying, I would want you as a Regent. 22 23 And I'm really glad you've been appointed. 24 MS. HUERTA: Thank you, Senator. CHAIRMAN BURTON: Did you bring your myriad of 25 26 family here at all? MS. HUERTA: Yes, I did. I have family and

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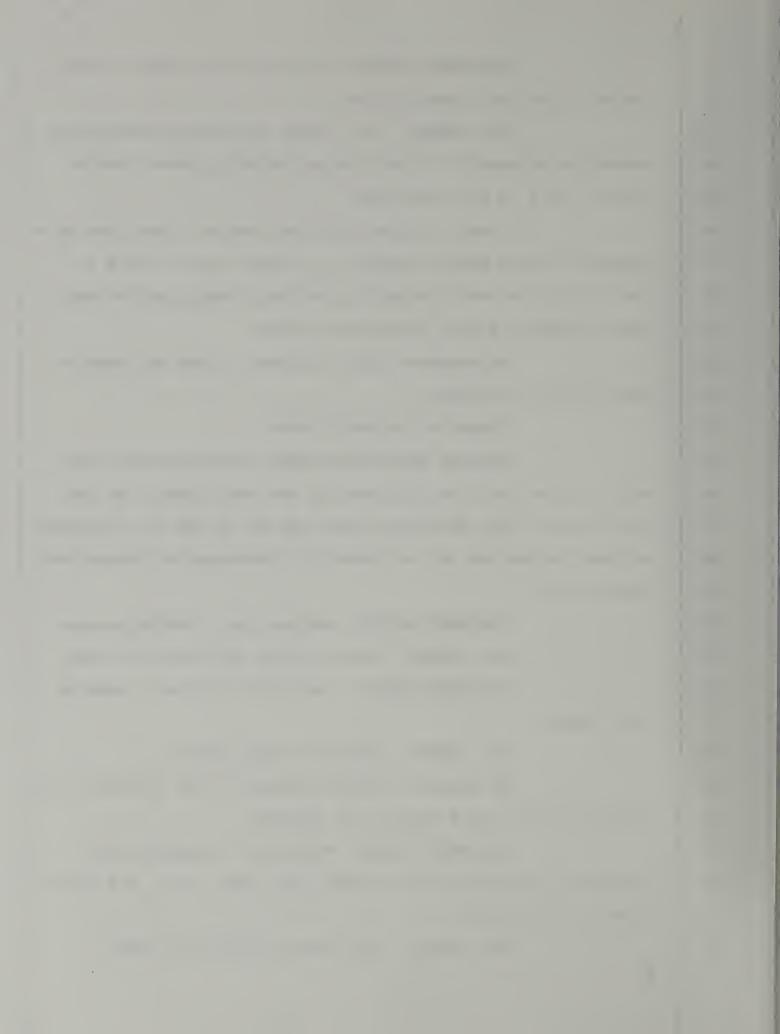
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friends.



CHAIRMAN BURTON: Start with the family first. 1 Did you bring your grandchildren? 2 3 MS. HUERTA: Yes I have my grandson here who is a 4 student at University of California, Berkeley, Danny Ibarra, 5 Junior, who's in his third year. I want to also point out that my oldest son is a 6 7 graduate of UCLA Medical School, Dr. Fidel Huerta, who's a 8 family practice doctor practicing at Kern County, at the Kern 9 County Hospital and at farmworker clinics. 10 My daughter, Lori, is here. I saw my daughter 11 Camila taking a picture. 12 Excuse me, Richard Chavez. 13 Also we have Congressman, ex-Congressman Jerry 14 Waldie is here with us this morning, who was formerly on the 15 Agricultural Labor Relations Board and was in the U.S. Congress, 16 and was the man who got us disability insurance for farmworkers 17 back in 1961. 18 CHAIRMAN BURTON: Welcome, sir. We're honored. 19 MS. HUERTA: And of course Tom Rankin is here. CHAIRMAN BURTON: No, they're going to come up. 20 21 Just family. MS. HUERTA: That's my labor family. 22 23 My daughter, Camila Chavez, is the youngest of my 24 eleven children and a graduate of college. CHAIRMAN BURTON: Witnesses in support, and 25 because of the timing that we have, your name, rank, and serial 26 number will suffice. 27 MR. RANKIN: Tom Rankin, California Labor

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Federation, supporting my friend, Dolores Huerta. 1 2 We're happy to have a labor Regent after a period of having none. She follows in the footsteps of Einar Mohn from 3 the Teamsters, Jack Henning from Labor Federation, and adds an 4 element of diversity. 5 6 CHAIRMAN BURTON: And Neil Haggerty. 7 MR. SCHACHT: Mr. Chairman and Members, Mark 8 Schacht, CRLA Foundation. 9 We're pleased to support Dolores' nomination. 10 I'd just make one comment. Mr. Connerly, guess 11 who's coming to the next Regents meeting. 12 MR. ESTRADA: Francisco Estrada with the Mexican 13 American Legal Defense and Educational Fund in support of the 14 nomination. 15 MR. ALVAREZ: Sal Alvarez, representing 16 California LULAC, the League of Latin American Citizens. 17 MR. GALLEGOS: Herman Gallegos. I'm an old 18 friend of Dolores Huerta's for almost 50 years, a graduate of 19 the University of California, an opportunity that was given me 20 because of a few folks who believed that persons from ethnic minorities should be given a chance at higher education. That 21 22 opportunity transformed my life, and I just hope that we can do that for other kids that need a break. 23 24 I think Dolores is the right person to help trade

equity and justice at the UC system, which it badly needs.

REV. O'DONNELL: Father Bill O'Donnell from St.

Thank you.

Joseph The Worker Church in Berkeley.

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I've known Dolores since 1965. I have been with 1 2 her in the fields, in churches, and on the streets, at rallies. And she brings to the University of California if she's 3 appointed a whole new philosophy of education, which is 4 5 nonviolence. That is the solution, I think, to all our social 6 problems. 7 CHAIRMAN BURTON: Thank you, Father. 8 MR. GONZALEZ: Jim Gonzalez, representing United 9 Domestic Workers in support. 10 Thanks to Senator Romero, Senator Burton, 11 Governor Davis. 12 And the best title I've had in my life has been 13 friend of Dolores Huerta. I think that's something important to 14 the students and the families of the UC system. 15 Thank you. 16 MR. POWERS: Bill Powers, Congress of California 17 Seniors. 18 What a wonderful nomination. We urge support. 19 MR. GARRISON: Jim Garrison, President of Pacific 20 Federal Insurance Corporation. 21 My wife was not able to be here today, but she was born in Delano of farmworkers. And myself and my wife are 22 23 very happy to see Dolores get this appointment. 24 MR. BRAKENSIEK: Carl Brakensiek, California 25 Society of Industrial Medicine and Surgery. Delores has a life time of fighting for quality 26 27 health care for injured workers, and we are very pleased with 28 this nomination.



1	MS. DIAZ: Patricia Diaz with the National
2	Council of La Raza in support.
3	MR. PEREZ: Roy Perez. The California Hispanic
4	Chamber of Commerce endorses Dolores Huerta for the
5	confirmation.
6	CHAIRMAN BURTON: Witnesses in opposition?
7	Hearing none, move the nomination.
8	SECRETARY WEBB: Senator Karnette.
9	SENATOR KARNETTE: Aye.
10	SECRETARY WEBB: Karnette Aye. Senator Knight.
11	Senator Romero.
12	SENATOR ROMERO: Aye.
13	SECRETARY WEBB: Romero Aye. Senator Johnson.
14	Senator Burton.
15	CHAIRMAN BURTON: Aye.
16	SECRETARY WEBB: Burton Aye. Three to zero.
17	CHAIRMAN BURTON: Congratulations, Dolores.
18	MS. HUERTA: Thank you very much. Thank you.
19	CHAIRMAN BURTON: I would like to say good-bye
20	to Senator Escutia.
21	Norm Pattiz.
22	Again, to save Senator Johnson the reiteration,
23	you understand the position of the Republicans and the whole
.24	concept of term appointees during this period. It's not
25	personal, so you may proceed, sir.
26	MR. PATTIZ: Thank you.
27	First of all, I'd like to invite Senator Karnette

out to lunch at any time, and I want to make sure that you have

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10 my home number so we can talk whenever you're in Los Angeles. 1 [Laughter.] 2 MR. PATTIZ: I want to be your host where ever 3 you'd like to go. 4 5 It's certainly nice -- it's nice to be here again. I was here two years ago in front of this group and had 6 the privilege of being confirmed to a two-and-a-half year term 8 of an existing Regent's term. 9 I'd like to, of course, thank Governor Davis for 10 having the confidence in me to reappointment me for another 11 term. 12 I just want to say briefly, because you have my 13 statement, I think, in front of you, and with a few changes, I 14 think it probably looks a lot like the statement I made two 15 years ago. 16 I was born in California. I built my business in 17 California. I am a committed Californian. The things that have 18 always been of interest to me are the things that I support and 19 fight passionately for. Education has always been a primary 2.0 interest and a primary subject for me to try and make a 21 difference. 22 The idea of diversity and excellence at the

University of California is something that resonates with me deeply. Before I was ever a Regent of the University of California, it resonated me -- resonated with me on a local level in the area of K through 12.

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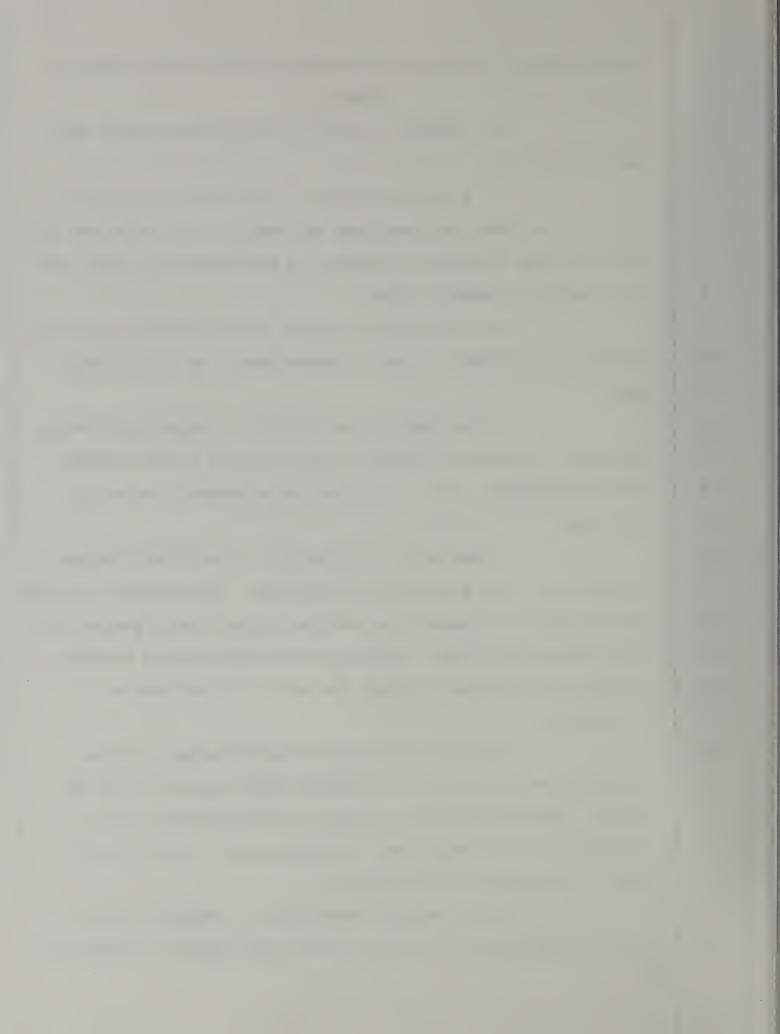
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As an example, when the L.A. Unified School District determined 15 years ago that they wanted to create an



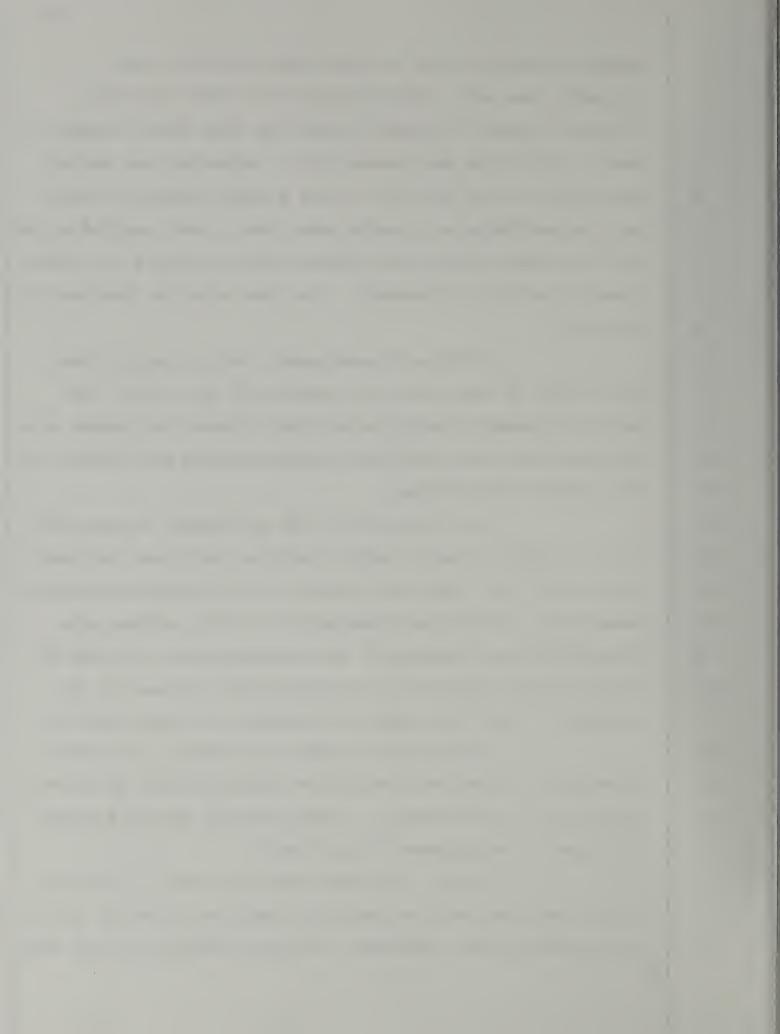
academy of music in L.A. Unified School District, they
approached me, and I was privileged to be able to provide
financial support to create the Hamilton High School Academy of
Music. One of the main reasons that I supported that project
was because of the fact that it was a magnet school for music
and the performing arts, which meant that it was required by law
for the student body of that magnet school to mirror the ethnic
diversity within the community. So, that shows my commitment to
diversity.

In terms of excellence, I'm also happy to say that in the 15 years since the creation of that school, the National Academy of Recording Arts and Sciences has ranked it as the number one high school music and performing arts academy in the western United States.

So, to be able to take my interest in education from K through 12 and in higher education, which was indicated by the fact that I was the President of the Broadcast Education Association, which is an organization of 2,000 colleges and universities with programs in mass communications, and was the first and only president of the organization who was not an academic, I think that shows my commitment to higher education.

In the last two years as a Regent, it's been my privilege to serve the University of California and the State of California in that capacity. There are many serious problems that need to be addressed going forward.

For me, it's taken about two years to find out which committees were the important committees to be on, where I could make the best commitment, the best contribution, and where



I could, you know, provide the best -- the most important 1 service to the University as well. 2 It's been a wonderful experience for me. 3 4 been privileged to serve as a Regent, and I'm honored to have been reappointed by the Governor. And it's, as I say, a 5 6 pleasure to see you all again. 7 CHAIRMAN BURTON: Senator Johnson. SENATOR JOHNSON: Thank you, Mr. Chairman. 8 9 I have no questions, but just a few comments. 10 I supported you when you were last before this 11 Committee and before the Senate for confirmation. I have no 12 question about your qualifications for the position. 13 But I am disturbed by the sequence of events that 14 lead to our considering you today. 15 It should be underscored that this is a 16 twelve-year appointment coming in what may be the closing days 17 of the Davis administration. And you were a serving member of 18 the Board of Regents and resigned last week, with six months 19 remaining on a term, and reappointed to a full twelve-year 2.0 term. 21 I'm disturbed by the musical chairs element of 22 that. 23 And there have been -- and certainly Senator 2.4 Romero is one who has very consistently urged the Governor to 25 consider more appointments of minorities and more women. 26 This position has been open for a 27 year-and-a-half, and then suddenly, in a very hurried process, 28 we're being asked to validate this musical chairs process.



I think one has to ask the question of, why 1 didn't the Governor consider appointing Ms. Huerta to the 2 twelve-vear term? 3 4 I have no questions, and I'll leave it at that, 5 Mr. Chairman. 6 CHAIRMAN BURTON: Senator Romero. 7 SENATOR ROMERO: Thank you. 8 I've been long concerned about the issue of 9 transfer to the University of California. Of course, this is, I think, the first time that the UC has turned away eligible 10 11 transfer students. I know it's a very tough time for the 12 University. 13 Can you give me what your thoughts would be in terms of looking at how we deal transfers to the University in 14 15 the future, and especially what your thoughts are on the issue 16 of dual enrollment? It's an issue that I have advocated for. 17 think it's something that can work, having greater participation 18 between community colleges and the UC system. 19 But if you can help me better understand, given 20 the crisis that we have right now in terms of funding and 21 location, space, how would you propose to deal with the issue of 22 transfer? 23 MR. PATTIZ: First of all, I think that's an

excellent question, Senator.

And I have to say that your comment about the

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closer interaction between the community college system, the State University system, and the University of California is absolutely essential, especially considering the fiscal crisis



that we face.

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The problem of not being able to admit a number of transfers from the community college system into the University of California or into the State university system, for that matter, is one of a number of problems. When you have nearly \$500 million dollars cut from your budget, it makes the kinds of things that we've been able to do over the last several years very, very difficult to do going forward.

But I have to tell you that I since I've been a Regent, and it's only been for two years, because as I say, it was the unexpired portion of a term that was available, the focus has always been to make the University of California available to every qualified student, and to have a significant outreach campaign, which will be severely affected by the budget cuts that we face now.

You know, on the positive side, I can say that with the increases that we have seen, the very, very unfortunate increases in tuition that we've had to put in place because of the -- because of the financial crisis, increases that are the first increases that have taken place in nine years, I might add, one of the things that is very, very upper-most in the minds of certainly myself and I think the majority of the Board of Regents is how to make sure that people are not left behind in this process. Fully one-third of the increases in tuition all go to financial aid to allowing other -- students who don't have -- who would otherwise be unable to attend the University.

You're talking about a situation where, from families that have an income of less than \$60,000 a year, the



entire difference in the increase will be made up. So, it will -- we've been able to minimalize that effect.

With families that have income between \$60,000 and \$90,000 a year, depending upon their circumstances, up to one-half of the increase can be made up.

In the case of the transfers from the -- the question that you asked specifically, the transfer of students from the community college system into the -- into the University, I support your notion of how that should be accomplished and will make that case very, very vocally when I'm given the opportunity.

CHAIRMAN BURTON: Senator Knight.

SENATOR KNIGHT: No questions.

CHAIRMAN BURTON: Senator Karnette.

SENATOR KARNETTE: No questions.

CHAIRMAN BURTON: You do have family here?

MR. PATTIZ: I have my wife with me, who travels with me everywhere we go. I'm a very fortunate man. We just came from Washington, D.C., where I would like to point out, I serve on the United States Broadcasting Board of Governors, which oversees all international broadcasting, the Voice of America, Radio Free Europe, and so forth, where I'm the Chairman of the Middle East Committee.

And I want to make that point because when I travel to the Middle East quite often, meeting with heads of state and ministers of information, and so forth, my wife accompanies me on every single trip to every single location. I consider her my secret weapon.



1	So, it is with great pleasure that I introduce my
2	wife, Mary Pattiz.
3	CHAIRMAN BURTON: Is she going to be at the
4	dinner with you and Senator Karnette?
5	[Laughter.]
6	MR. PATTIZ: My wife is very active in the
7	community. I'll try and find a night when she's busy.
8	[Laughter.]
9	CHAIRMAN BURTON: Witnesses in support?
10	Witnesses in opposition?
11	Hearing none, move the nomination.
12	SECRETARY WEBB: Senator Karnette.
13	SENATOR KARNETTE: Aye.
14	SECRETARY WEBB: Karnette Aye. Senator Knight.
15	Senator Romero.
16	SENATOR ROMERO: Aye.
17	SECRETARY WEBB: Romero Aye. Senator Johnson.
18	Senator Burton.
19	CHAIRMAN BURTON: Aye.
20	SECRETARY WEBB: Burton Aye. Three to zero.
21	CHAIRMAN BURTON: Congratulations, Norm.
22	MR. PATTIZ: Thank you very much.
23	[Thereupon this portion of the
24	Senate Rules Committee hearing
25	was terminated at approximately .
26	9:58 A.M.]
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CERTIFICATE OF SHORTHAND REPORTER

I, EVELYN J. MIZAK, a Shorthand Reporter of the State

That I am a disinterested person herein; that the foregoing transcript of the Senate Rules Committee hearing was reported verbatim in shorthand by me, Evelyn J. Mizak, and

thereafter transcribed into typewriting.

of California, do hereby certify:

I further certify that I am not of counsel or attorney for any of the parties to said hearing, nor in any way interested in the outcome of said hearing.

IN WITNESS WHEREOF, I have hereunto set my hand this day of Sentember, 2003.

EVELYN J. MIZAK Shorthand Reporter



Dolores Huerta

Statement and Goals

I would like to take this opportunity to express my sincere appreciation to Governor Davis for nominating me to the Board of Regents of the University of California. I also want to thank Senator Burton and Senator Gloria Romero for their ongoing support for my confirmation by the California Senate.

Throughout my life I have learned what it takes to overcome seemingly impossible barriers. I am a co-founder of the United Farm Workers Union and struggled with Cesar Chavez to build the farm worker movement. I believe that my lifelong experience with the working poor will bring a valuable perspective to the UC Board of Regents.

It is my vision that this world-renowned University will be able to educate and train California's leadership for decades to come. Leadership that is diverse, addresses social problems and provides innovative research.

I am committed to the following goals: Diversity, Solving Social Problems, and Innovative Research

Diversity

A university that is diverse in all of its elements including its students, employees, faculty and administration and is relevant to the community at large.

California is on the cusp of major economic and demographic changes. The university must embrace diversity at all levels, if it is to be representative of the California of the future. This includes increasing admissions for disadvantaged and underrepresented groups. We need to diversify the pool of faculty and staff. This will require early preparation, outreach, and financial aid in order to reach these goals.

Our communities are increasingly multicultural and linguistically rich. Our public higher education institutions must respond to that changing population so that the talent in these communities can be tapped as future scientists and other professionals. Collaboration with public and private institutions of higher education that are Hispanic-serving institutions is important.

Addressing social problems

The university is positioned to help California address many of the economic and social problems. Its hospitals provide cutting edge technology while serving a large portion of California's indigent patients.



I am committed to working on establishing partnerships between the university and our California schools. For example, we need to do more in developing partnerships in urban schools, schools in economically poor areas and in our rural schools.

California cannot be isolated from the world and must address issues of global peace, prosperity and poverty. Multiculturalism is often viewed as a personal condition, but in fact it is vital to our society's prosperity and well being. It is important for promoting trade and forming partnerships in the Pacific Rim, Latin America and Africa.

• UC research that is innovative

Social impact research, policy development and analysis are critical to addressing the challenges of domestic and world poverty.

What we can do to improve the quality of our food supply and how we can help small farms and improve worker safety. We need the university to develop research in safeguarding our food supplies and keeping our workers in the farm safe.

Today we face an unprecedented crisis of a tidal wave of students while at the same time facing diminished fiscal resources. But as I have learned in times of crisis, we can overcome adversity when we work together. I am committed to working with all parties in promoting diversity, addressing social problems and advancing innovative research.

Thank you for this opportunity to serve as a regent of the University of California.



NORMAN J. PATTIZ

Statement and Goals

First I would like to say how grateful I am to the Governor for this new appointment to the board of Regents. It would be both an honor and a privilege to continue to serve in this important capacity.

I was born in California. I went to school in California. I started my business, Westwood One, in California. I believe in California's spirit for trying new things and its ingrained sense of optimism and enthusiasm for success; for striving to provide opportunities to the diverse population that have settled here with their families and their dreams. I've been very fortunate in my life. And I believe in giving back. Whether it's to my high school, Hamilton High, where I am a major supporter of its Academy of Music, an LAUSD Magnet for Music and the Performing Arts that is recognized as the premiere public music school in the western United States. Or the U.S Broadcasting Board of Governors, where I use what I learned in the radio business to support public diplomacy efforts of the United States abroad. Or as an appointee to the State's "21st Century Infrastructure Commission." Or as the past President of the Broadcast Education Association, an organization of 1,000 colleges and universities with programs in mass communication.

Of course, the root of much of California's past success and future aspirations depends on education and in particular on the justifiably renowned UC system. The UCs represent what is best about our state. If we expect to continue to be leaders and models for our nation - producing great ideas and powerful trends -- we must insure their continued health and growth. What I do know is that I believe strongly in the idea of excellence and of providing all Californians the kind of superior education that insures their ability to contribute back -- to their families, their neighborhoods and their state. To be able to infuse the corporate sector with the most innovative practices and ideas possible. To inspire the public sector to new heights, while accomplishing great things. To support cutting edge research that can spur on new solutions to old dilemmas. And we should be open to take risks to accomplish these objectives. I think we must also recognize our obligation to the diversity of California. To be a model, through education, for other states on how we can include a spectrum of Californians in our state's future.

Having now had the opportunity to serve a short time as a Regent, I am both inspired and humbled by the opportunities and difficulties that face this body. I have learned firsthand that there are no easy answers in determining the best path to bring this fine university system successfully into this complicated new millennium. The twin and seemingly distinct challenges of providing both opportunity, and excellence are disamningly real. But as someone who started a diverse -audience oriented radio company, and more



recently the US government's radio service and companion television network for the Arab world. I value the chance this post affords me to try and make a difference in a diversified environment. I look forward to working hard on this issue, in particular, in the upcoming years.

I have also had the chance to be involved in an important conversation about another balancing act; that of academic freedom and academic responsibility. I hope to stay engaged in the evolution of a new policy as it is unveiled.

While it may be difficult to do in these leaner times, I hope we can continue to encourage broad, new thinking. To empower a range of both students and faculty with the entrepreneurial spirit. To take advantage of our more fluid society, with fewer traditional constraints to be in the vanguard of creativity. In short, to provide the kind of superior education to all our students of which we can be proud.



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